



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2013
OF THE CONDITION AND AFFAIRS OF THE

York Insurance Company of Maine

NAIC Group Code 3703 3703 NAIC Company Code 31267 Employer's ID Number 01-0286287
(Current) (Prior)
Organized under the Laws of Maine, State of Domicile or Port of Entry Maine
Country of Domicile United States of America
Incorporated/Organized 11/16/1894 Commenced Business 01/01/1895
Statutory Home Office 707 Sable Oaks Drive, Suite 100 So. Portland, ME, US 04106-6917
(Street and Number) (City or Town, State, Country and Zip Code)
Main Administrative Office 707 Sable Oaks Drive, Suite 100
(Street and Number)
So. Portland, ME, US 04106-6917 800-456-1819
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)
Mail Address 120 Broadway, 31st Floor New York, NY, US 10271
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)
Primary Location of Books and Records 120 Broadway, 31st Floor
(Street and Number)
New York, NY, US 10271 212-655-2000
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)
Internet Website Address www.twgrp.com
Statutory Statement Contact Brian Wayne Finkelstein 212-655-2065
(Name) (Area Code) (Telephone Number)
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(E-mail Address) (FAX Number)

OFFICERS

President Gregory Albert Meyer # SVP, General Counsel & Secretary Elliot Scott Orol
EVP & CFO William Edward Hitselberger

OTHER

DIRECTORS OR TRUSTEES

William Franklin Dove William Edward Hitselberger Scott Thomas Melnik #
Gregory Albert Meyer # Elliot Scott Orol Bruce Wesley Sanderson #
Catherine Mary Wragg #

State of New York SS:
County of New York

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Gregory Albert Meyer
President

William Edward Hitselberger
EVP & CFO

Elliot Scott Orol
SVP, General Counsel & Secretary

Subscribed and sworn to before me this 18th day of April, 2014

- a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number.
2. Date filed
3. Number of pages attached

JING JING YU
Notary Public - State of New York
No. 01YU6214444
Qualified in Kings County
My Commission Expires December 7, 2017

ASSETS

| | Current Year | | | Prior Year |
|--|--------------|-------------------------|---|-----------------------------|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | 4 Net Admitted Assets |
| 1. Bonds (Schedule D) | 37,517,785 | 0 | 37,517,785 | 33,329,107 |
| 2. Stocks (Schedule D): | | | | |
| 2.1 Preferred stocks | 2,912,025 | 0 | 2,912,025 | 4,519,487 |
| 2.2 Common stocks | 0 | 0 | 0 | 0 |
| 3. Mortgage loans on real estate (Schedule B): | | | | |
| 3.1 First liens | 0 | 0 | 0 | 0 |
| 3.2 Other than first liens | 0 | 0 | 0 | 0 |
| 4. Real estate (Schedule A): | | | | |
| 4.1 Properties occupied by the company (less \$0 encumbrances) | 0 | 0 | 0 | 0 |
| 4.2 Properties held for the production of income (less \$0 encumbrances) | 0 | 0 | 0 | 0 |
| 4.3 Properties held for sale (less \$0 encumbrances) | 0 | 0 | 0 | 0 |
| 5. Cash (\$(488,544) , Schedule E - Part 1), cash equivalents (\$0 , Schedule E - Part 2) and short-term investments (\$2,530,366 , Schedule DA) | 2,041,822 | 0 | 2,041,822 | 528,240 |
| 6. Contract loans (including \$0 premium notes) | 0 | 0 | 0 | 0 |
| 7. Derivatives (Schedule DB) | 0 | 0 | 0 | 0 |
| 8. Other invested assets (Schedule BA) | 2,475,589 | 0 | 2,475,589 | 1,959,164 |
| 9. Receivable for securities | 0 | 0 | 0 | 1,898,645 |
| 10. Securities lending reinvested collateral assets (Schedule DL) | 0 | 0 | 0 | 0 |
| 11. Aggregate write-ins for invested assets | 0 | 0 | 0 | 0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 44,947,221 | 0 | 44,947,221 | 42,234,643 |
| 13. Title plants less \$0 charged off (for Title insurers only) | 0 | 0 | 0 | 0 |
| 14. Investment income due and accrued | 60,006 | 0 | 60,006 | 404,693 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 0 | 0 | 0 | 0 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$0 earned but unbilled premiums) | 0 | 0 | 0 | 0 |
| 15.3 Accrued retrospective premiums | 0 | 0 | 0 | 0 |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 0 | 0 | 0 | 0 |
| 16.2 Funds held by or deposited with reinsured companies | 0 | 0 | 0 | 0 |
| 16.3 Other amounts receivable under reinsurance contracts | 0 | 0 | 0 | 0 |
| 17. Amounts receivable relating to uninsured plans | 0 | 0 | 0 | 0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 0 | 0 | 0 | 0 |
| 18.2 Net deferred tax asset | 0 | 0 | 0 | 0 |
| 19. Guaranty funds receivable or on deposit | 0 | 0 | 0 | 0 |
| 20. Electronic data processing equipment and software | 0 | 0 | 0 | 0 |
| 21. Furniture and equipment, including health care delivery assets (\$0) | 0 | 0 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | 0 | 0 | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates | 759,140 | 0 | 759,140 | 2,370,269 |
| 24. Health care (\$0) and other amounts receivable | 0 | 0 | 0 | 0 |
| 25. Aggregate write-ins for other than invested assets | 0 | 0 | 0 | 0 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 45,766,367 | 0 | 45,766,367 | 45,009,605 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 | 0 | 0 |
| 28. Total (Lines 26 and 27) | 45,766,367 | 0 | 45,766,367 | 45,009,605 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 | 0 |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) | 0 | 0 | 0 | 0 |
| 2501. | | | | |
| 2502. | | | | |
| 2503. | | | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 | 0 | 0 |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) | 0 | 0 | 0 | 0 |

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Year | 2 Prior Year |
|--|-------------------|-----------------|
| 1. Losses (Part 2A, Line 35, Column 8) | 0 | 0 |
| 2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) | 0 | 0 |
| 3. Loss adjustment expenses (Part 2A, Line 35, Column 9) | 0 | 0 |
| 4. Commissions payable, contingent commissions and other similar charges | 0 | 0 |
| 5. Other expenses (excluding taxes, licenses and fees) | 0 | 0 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 0 | 0 |
| 7.1 Current federal and foreign income taxes (including \$0 on realized capital gains (losses)) | 239,129 | 26,043 |
| 7.2 Net deferred tax liability | 1,124 | 7,220 |
| 8. Borrowed money \$0 and interest thereon \$0 | 0 | 0 |
| 9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$26,808,000 and including warranty reserves of \$0 and accrued accident and health experience rating refunds including \$0 for medical loss ratio rebate per the Public Health Service Act) | 0 | 0 |
| 10. Advance premium | 0 | 0 |
| 11. Dividends declared and unpaid: | | |
| 11.1 Stockholders | 0 | 0 |
| 11.2 Policyholders | 0 | 0 |
| 12. Ceded reinsurance premiums payable (net of ceding commissions) | 0 | 0 |
| 13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19) | 0 | 0 |
| 14. Amounts withheld or retained by company for account of others | 0 | 0 |
| 15. Remittances and items not allocated | 0 | 0 |
| 16. Provision for reinsurance (including \$0 certified) (Schedule F, Part 8) | 0 | 0 |
| 17. Net adjustments in assets and liabilities due to foreign exchange rates | 0 | 0 |
| 18. Drafts outstanding | 0 | 0 |
| 19. Payable to parent, subsidiaries and affiliates | 0 | 0 |
| 20. Derivatives | 0 | 0 |
| 21. Payable for securities | 0 | 0 |
| 22. Payable for securities lending | 0 | 0 |
| 23. Liability for amounts held under uninsured plans | 0 | 0 |
| 24. Capital notes \$0 and interest thereon \$0 | 0 | 0 |
| 25. Aggregate write-ins for liabilities | 0 | 0 |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 240,253 | 33,263 |
| 27. Protected cell liabilities | 0 | 0 |
| 28. Total liabilities (Lines 26 and 27) | 240,253 | 33,263 |
| 29. Aggregate write-ins for special surplus funds | 0 | 0 |
| 30. Common capital stock | 3,125,000 | 3,125,000 |
| 31. Preferred capital stock | 0 | 0 |
| 32. Aggregate write-ins for other than special surplus funds | 0 | 0 |
| 33. Surplus notes | 0 | 0 |
| 34. Gross paid in and contributed surplus | 37,890,569 | 37,890,569 |
| 35. Unassigned funds (surplus) | 4,510,543 | 3,960,773 |
| 36. Less treasury stock, at cost: | | |
| 36.1 .....0 shares common (value included in Line 30 \$0) | 0 | 0 |
| 36.2 .....0 shares preferred (value included in Line 31 \$0) | 0 | 0 |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) | 45,526,112 | 44,976,342 |
| 38. TOTALS (Page 2, Line 28, Col. 3) | 45,766,365 | 45,009,605 |
| DETAILS OF WRITE-INS | | |
| 2501. | | |
| 2502. | | |
| 2503. | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) | 0 | 0 |
| 2901. | | |
| 2902. | | |
| 2903. | | |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | 0 | 0 |
| 2999. Totals (Lines 2901 thru 2903 plus 2998)(Line 29 above) | 0 | 0 |
| 3201. | | |
| 3202. | | |
| 3203. | | |
| 3298. Summary of remaining write-ins for Line 32 from overflow page | 0 | 0 |
| 3299. Totals (Lines 3201 thru 3203 plus 3298)(Line 32 above) | 0 | 0 |

STATEMENT OF INCOME

| | 1 Current Year | 2 Prior Year |
|---|-------------------|-----------------|
| UNDERWRITING INCOME | | |
| 1. Premiums earned (Part 1, Line 35, Column 4) | 0 | 0 |
| DEDUCTIONS: | | |
| 2. Losses incurred (Part 2, Line 35, Column 7) | 0 | 0 |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) | 0 | 0 |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) | 0 | 0 |
| 5. Aggregate write-ins for underwriting deductions | 0 | 0 |
| 6. Total underwriting deductions (Lines 2 through 5) | 0 | 0 |
| 7. Net income of protected cells | 0 | 0 |
| 8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7) | 0 | 0 |
| INVESTMENT INCOME | | |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17) | 1,098,809 | 1,446,904 |
| 10. Net realized capital gains or (losses) less capital gains tax of \$ 96,619 (Exhibit of Capital Gains (Losses)) | (108,583) | 371,852 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 990,226 | 1,818,756 |
| OTHER INCOME | | |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ 0 amount charged off \$ 0) | 0 | 0 |
| 13. Finance and service charges not included in premiums | 0 | 0 |
| 14. Aggregate write-ins for miscellaneous income | 0 | 0 |
| 15. Total other income (Lines 12 through 14) | 0 | 0 |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 990,226 | 1,818,756 |
| 17. Dividends to policyholders | 0 | 0 |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) | 990,226 | 1,818,756 |
| 19. Federal and foreign income taxes incurred | 260,049 | 354,758 |
| 20. Net income (Line 18 minus Line 19)(to Line 22) | 730,177 | 1,463,998 |
| CAPITAL AND SURPLUS ACCOUNT | | |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) | 44,976,342 | 35,615,861 |
| 22. Net income (from Line 20) | 730,177 | 1,463,998 |
| 23. Net transfers (to) from Protected Cell accounts | 0 | 0 |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ (246,024) | 59,522 | (56,027) |
| 25. Change in net unrealized foreign exchange capital gain (loss) | 0 | 0 |
| 26. Change in net deferred income tax | (156,067) | (24,774) |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) | 0 | 92,895 |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) | 0 | 0 |
| 29. Change in surplus notes | 0 | 0 |
| 30. Surplus (contributed to) withdrawn from protected cells | 0 | 0 |
| 31. Cumulative effect of changes in accounting principles | 0 | 0 |
| 32. Capital changes: | | |
| 32.1 Paid in | 0 | 0 |
| 32.2 Transferred from surplus (Stock Dividend) | 0 | 0 |
| 32.3 Transferred to surplus | 0 | 0 |
| 33. Surplus adjustments: | | |
| 33.1 Paid in | 0 | 7,900,000 |
| 33.2 Transferred to capital (Stock Dividend) | 0 | 0 |
| 33.3 Transferred from capital | 0 | 0 |
| 34. Net remittances from or (to) Home Office | 0 | 0 |
| 35. Dividends to stockholders | 0 | 0 |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) | 0 | 0 |
| 37. Aggregate write-ins for gains and losses in surplus | (83,862) | (15,611) |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37) | 549,770 | 9,360,481 |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) | 45,526,112 | 44,976,342 |
| DETAILS OF WRITE-INS | | |
| 0501. | | |
| 0502. | | |
| 0503. | | |
| 0598. Summary of remaining write-ins for Line 5 from overflow page | 0 | 0 |
| 0599. Totals (Lines 0501 thru 0503 plus 0598)(Line 5 above) | 0 | 0 |
| 1401. | | |
| 1402. | | |
| 1403. | | |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | 0 | 0 |
| 1499. Totals (Lines 1401 thru 1403 plus 1498)(Line 14 above) | 0 | 0 |
| 3701. Correction of an error (SSAP No. 3) | (83,862) | (15,611) |
| 3702. | | |
| 3703. | | |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | 0 | 0 |
| 3799. Totals (Lines 3701 thru 3703 plus 3798)(Line 37 above) | (83,862) | (15,611) |

CASH FLOW

| | 1 | 2 |
|---|--------------|-------------|
| | Current Year | Prior Year |
| Cash from Operations | | |
| 1. Premiums collected net of reinsurance | 0 | 0 |
| 2. Net investment income | 1,719,516 | 1,563,355 |
| 3. Miscellaneous income | 0 | 0 |
| 4. Total (Lines 1 through 3) | 1,719,516 | 1,563,355 |
| 5. Benefit and loss related payments | 0 | 0 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 0 | 0 |
| 8. Dividends paid to policyholders | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$0 tax on capital gains (losses) | 143,577 | 528,260 |
| 10. Total (Lines 5 through 9) | 143,577 | 528,260 |
| 11. Net cash from operations (Line 4 minus Line 10) | 1,575,939 | 1,035,095 |
| Cash from Investments | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds | 32,506,379 | 26,211,934 |
| 12.2 Stocks | 887,500 | 0 |
| 12.3 Mortgage loans | 0 | 0 |
| 12.4 Real estate | 0 | 0 |
| 12.5 Other invested assets | 0 | 0 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | 0 | 0 |
| 12.7 Miscellaneous proceeds | 1,898,645 | 0 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 35,292,524 | 26,211,934 |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds | 36,966,003 | 26,041,033 |
| 13.2 Stocks | 0 | 3,617,778 |
| 13.3 Mortgage loans | 0 | 0 |
| 13.4 Real estate | 0 | 0 |
| 13.5 Other invested assets | 0 | 2,000,000 |
| 13.6 Miscellaneous applications | 0 | 1,898,645 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 36,966,003 | 33,557,456 |
| 14. Net increase (decrease) in contract loans and premium notes | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) | (1,673,479) | (7,345,522) |
| Cash from Financing and Miscellaneous Sources | | |
| 16. Cash provided (applied): | | |
| 16.1 Surplus notes, capital notes | 0 | 0 |
| 16.2 Capital and paid in surplus, less treasury stock | 0 | 7,900,000 |
| 16.3 Borrowed funds | 0 | 0 |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 0 |
| 16.6 Other cash provided (applied) | 1,611,122 | (930,056) |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) | 1,611,122 | 6,969,944 |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | 1,513,582 | 659,517 |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year | 528,240 | (131,277) |
| 19.2 End of period (Line 18 plus Line 19.1) | 2,041,822 | 528,240 |

Note: Supplemental disclosures of cash flow information for non-cash transactions:

| | | |
|--|--|--|
| | | |
|--|--|--|

Underwriting and Investment Exhibit - Part 1 - Premiums Earned

N O N E

Underwriting and Investment Exhibit - Part 1A - Recapitulation of all Premiums

N O N E

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

| | | 1 | Reinsurance Assumed | | Reinsurance Ceded | | 6 Net Premiums Written Cols. 1+2+3-4-5 |
|----------------------|--|---------------------|---------------------|---------------------|-------------------|-------------------|---|
| | | | 2 | 3 | 4 | 5 | |
| Line of Business | | Direct Business (a) | From Affiliates | From Non-Affiliates | To Affiliates | To Non-Affiliates | |
| 1. | Fire | 1,075,349 | 0 | 0 | 1,075,349 | 0 | 0 |
| 2. | Allied lines | 532,888 | 0 | 0 | 532,888 | 0 | 0 |
| 3. | Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. | Homeowners multiple peril | 22,936,191 | 0 | 0 | 22,936,191 | 0 | 0 |
| 5. | Commercial multiple peril | 0 | 717 | 0 | 717 | 0 | 0 |
| 6. | Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. | Ocean marine | 63,330 | 0 | 0 | 63,330 | 0 | 0 |
| 9. | Inland marine | 549,751 | 0 | 0 | 549,751 | 0 | 0 |
| 10. | Financial guaranty | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.1 | Medical professional liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.2 | Medical professional liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. | Earthquake | 63,817 | 0 | 0 | 63,817 | 0 | 0 |
| 13. | Group accident and health | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. | Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. | Other accident and health | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. | Workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.1 | Other liability - occurrence | 1,167,394 | (3,149) | 0 | 1,164,245 | 0 | 0 |
| 17.2 | Other liability - claims-made | 1,079,285 | 0 | 0 | 1,079,285 | 0 | 0 |
| 17.3 | Excess workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.1 | Products liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.2 | Products liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1, 19.2 | Private passenger auto liability | 13,449,867 | 0 | 0 | 13,449,867 | 0 | 0 |
| 19.3, 19.4 | Commercial auto liability | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. | Auto physical damage | 11,501,035 | 0 | 0 | 11,501,035 | 0 | 0 |
| 22. | Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. | Fidelity | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. | Surety | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. | Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. | Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. | Credit | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. | International | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. | Warranty | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. | Reinsurance - nonproportional assumed property | XXX | 0 | 0 | 0 | 0 | 0 |
| 32. | Reinsurance - nonproportional assumed liability | XXX | 0 | 0 | 0 | 0 | 0 |
| 33. | Reinsurance - nonproportional assumed financial lines | XXX | 0 | 0 | 0 | 0 | 0 |
| 34. | Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. | TOTALS | 52,418,907 | (2,432) | 0 | 52,416,475 | 0 | 0 |
| DETAILS OF WRITE-INS | | | | | | | |
| 3401. | ..... |  |  |  |  |  |  |
| 3402. | ..... |  |  |  |  |  |  |
| 3403. | ..... |  |  |  |  |  |  |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. | Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 |

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$0

 2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

| | | Losses Paid Less Salvage | | | | 5 | 6 | 7 | 8 |
|----------------------|---|--------------------------|---------------------|-----------------------|--------------------------------|---|------------------------------|--|--|
| | | 1 | 2 | 3 | 4 | | | | |
| Line of Business | | Direct Business | Reinsurance Assumed | Reinsurance Recovered | Net Payments (Cols. 1 + 2 -3) | Net Losses Unpaid Current Year (Part 2A , Col. 8) | Net Losses Unpaid Prior Year | Losses Incurred Current Year (Cols. 4 + 5 - 6) | Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1) |
| 1. | Fire | 159,025 | 6,818 | 165,843 | 0 | 0 | 0 | 0 | 0.0 |
| 2. | Allied lines | 87,042 | 10,710 | 97,752 | 0 | 0 | 0 | 0 | 0.0 |
| 3. | Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 4. | Homeowners multiple peril | 9,662,357 | 0 | 9,662,357 | 0 | 0 | 0 | 0 | 0.0 |
| 5. | Commercial multiple peril | 181,826 | 1,982,451 | 2,164,277 | 0 | 0 | 0 | 0 | 0.0 |
| 6. | Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 8. | Ocean marine | 56,032 | 0 | 56,032 | 0 | 0 | 0 | 0 | 0.0 |
| 9. | Inland marine | 101,697 | 0 | 101,697 | 0 | 0 | 0 | 0 | 0.0 |
| 10. | Financial guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 11.1 | Medical professional liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 11.2 | Medical professional liability - claims-made | 589,500 | 0 | 589,500 | 0 | 0 | 0 | 0 | 0.0 |
| 12. | Earthquake | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 13. | Group accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 14. | Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 15. | Other accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 16. | Workers' compensation | 83,975 | 577,919 | 661,894 | 0 | 0 | 0 | 0 | 0.0 |
| 17.1 | Other liability - occurrence | 12,115 | 504,170 | 516,284 | 1 | 0 | 0 | 1 | 0.0 |
| 17.2 | Other liability - claims-made | 103,595 | 0 | 103,595 | 0 | 0 | 0 | 0 | 0.0 |
| 17.3 | Excess workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 18.1 | Products liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 18.2 | Products liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 19.1, 19.2 | Private passenger auto liability | 7,785,643 | 0 | 7,785,643 | 0 | 0 | 0 | 0 | 0.0 |
| 19.3, 19.4 | Commercial auto liability | 325,000 | 432,013 | 757,013 | 0 | 0 | 0 | 0 | 0.0 |
| 21. | Auto physical damage | 7,074,234 | (2,291) | 7,071,943 | 0 | 0 | 0 | 0 | 0.0 |
| 22. | Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 23. | Fidelity | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 24. | Surety | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 26. | Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 27. | Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 28. | Credit | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 29. | International | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 30. | Warranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 31. | Reinsurance - nonproportional assumed property | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 32. | Reinsurance - nonproportional assumed liability | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 33. | Reinsurance - nonproportional assumed financial lines | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 34. | Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 35. | TOTALS | 26,222,040 | 3,511,790 | 29,733,830 | 0 | 0 | 0 | 0 | 0.0 |
| DETAILS OF WRITE-INS | | | | | | | | | |
| 3401. | ..... |  |  |  |  |  |  |  |  |
| 3402. | ..... |  |  |  |  |  |  |  |  |
| 3403. | ..... |  |  |  |  |  |  |  |  |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 3499. | Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

| Line of Business | | Reported Losses | | | | Incurred But Not Reported | | | 8 | 9 |
|----------------------|---|-----------------|---------------------|--------------------------------|--|---------------------------|---------------------|-------------------|---|-------------------------------------|
| | | 1 | 2 | 3 | 4 | 5 | 6 | 7 | | |
| | | Direct | Reinsurance Assumed | Deduct Reinsurance Recoverable | Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3) | Direct | Reinsurance Assumed | Reinsurance Ceded | Net Losses Unpaid (Cols. 4 + 5 + 6 - 7) | Net Unpaid Loss Adjustment Expenses |
| 1. | Fire | 368,861 | 101 | 368,962 | 0 | 82,543 | 10 | 82,553 | 0 | 0 |
| 2. | Allied lines | 15,676 | 0 | 15,676 | 0 | 40,233 | 0 | 40,233 | 0 | 0 |
| 3. | Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. | Homeowners multiple peril | 3,782,405 | 0 | 3,782,405 | 0 | 986,609 | 0 | 986,609 | 0 | 0 |
| 5. | Commercial multiple peril | 87,394 | 1,587,153 | 1,674,547 | 0 | 19,898 | 852,825 | 872,723 | 0 | 0 |
| 6. | Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. | Ocean marine | 1,097 | 0 | 1,097 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. | Inland marine | (5,350) | 0 | (5,350) | 0 | 37,661 | 0 | 37,661 | 0 | 0 |
| 10. | Financial guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.1 | Medical professional liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.2 | Medical professional liability - claims-made | 2,567,047 | 0 | 2,567,047 | 0 | 1,460,070 | 0 | 1,460,070 | 0 | 0 |
| 12. | Earthquake | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. | Group accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (a) | 0 |
| 14. | Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. | Other accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (a) | 0 |
| 16. | Workers' compensation | 1,576,724 | 2,053,035 | 3,629,759 | 0 | 234,330 | (130,399) | 103,931 | 0 | 0 |
| 17.1 | Other liability - occurrence | 200,000 | 895,700 | 1,095,700 | 0 | 1,438,670 | 145,041 | 1,583,711 | 0 | 0 |
| 17.2 | Other liability - claims-made | 1,327,640 | 0 | 1,327,640 | 0 | 1,305,669 | 0 | 1,305,669 | 0 | 0 |
| 17.3 | Excess workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.1 | Products liability - occurrence | 0 | 0 | 0 | 0 | 3,031 | 0 | 3,031 | 0 | 0 |
| 18.2 | Products liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1, 19.2 | Private passenger auto liability | 8,018,214 | 0 | 8,018,214 | 0 | 2,369,899 | 0 | 2,369,899 | 0 | 0 |
| 19.3, 19.4 | Commercial auto liability | 0 | 325,902 | 325,902 | 0 | 2,385 | 208,124 | 210,509 | 0 | 0 |
| 21. | Auto physical damage | (374,162) | 75 | (374,087) | 0 | (3,580) | 219 | (3,361) | 0 | 0 |
| 22. | Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. | Fidelity | 0 | 0 | 0 | 0 | (2,547) | 0 | (2,547) | 0 | 0 |
| 24. | Surety | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. | Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. | Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. | Credit | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. | International | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. | Warranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. | Reinsurance - nonproportional assumed property | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 32. | Reinsurance - nonproportional assumed liability | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 33. | Reinsurance - nonproportional assumed financial lines | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 34. | Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. | TOTALS | 17,565,546 | 4,861,966 | 22,427,512 | 0 | 7,974,871 | 1,075,820 | 9,050,691 | 0 | 0 |
| DETAILS OF WRITE-INS | | | | | | | | | | |
| 3401. | ..... |  |  |  |  |  |  |  |  |  |
| 3402. | ..... |  |  |  |  |  |  |  |  |  |
| 3403. | ..... |  |  |  |  |  |  |  |  |  |
| 3498. | Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. | Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

(a) Including \$ 0 for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

| | 1 | 2 | 3 | 4 |
|--|--------------------------|-----------------------------|---------------------|------------|
| | Loss Adjustment Expenses | Other Underwriting Expenses | Investment Expenses | Total |
| 1. Claim adjustment services: | | | | |
| 1.1 Direct | 4,918,928 | 0 | 0 | 4,918,928 |
| 1.2 Reinsurance assumed | 9,650 | 0 | 0 | 9,650 |
| 1.3 Reinsurance ceded | 4,928,578 | 0 | 0 | 4,928,578 |
| 1.4 Net claim adjustment service (1.1 + 1.2 - 1.3) | 0 | 0 | 0 | 0 |
| 2. Commission and brokerage: | | | | |
| 2.1 Direct excluding contingent | 0 | 9,336,351 | 0 | 9,336,351 |
| 2.2 Reinsurance assumed, excluding contingent | 0 | (361) | 0 | (361) |
| 2.3 Reinsurance ceded, excluding contingent | 0 | 9,335,990 | 0 | 9,335,990 |
| 2.4 Contingent - direct | 0 | 724,196 | 0 | 724,196 |
| 2.5 Contingent - reinsurance assumed | 0 | 0 | 0 | 0 |
| 2.6 Contingent - reinsurance ceded | 0 | 724,196 | 0 | 724,196 |
| 2.7 Policy and membership fees | 0 | 0 | 0 | 0 |
| 2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) | 0 | 0 | 0 | 0 |
| 3. Allowances to managers and agents | 0 | 0 | 0 | 0 |
| 4. Advertising | 0 | 0 | 0 | 0 |
| 5. Boards, bureaus and associations | 0 | 0 | 0 | 0 |
| 6. Surveys and underwriting reports | 0 | 0 | 0 | 0 |
| 7. Audit of assureds' records | 0 | 0 | 0 | 0 |
| 8. Salary and related items: | | | | |
| 8.1 Salaries | 0 | 0 | 0 | 0 |
| 8.2 Payroll taxes | 0 | 0 | 0 | 0 |
| 9. Employee relations and welfare | 0 | 0 | 0 | 0 |
| 10. Insurance | 0 | 0 | 0 | 0 |
| 11. Directors' fees | 0 | 0 | 0 | 0 |
| 12. Travel and travel items | 0 | 0 | 0 | 0 |
| 13. Rent and rent items | 0 | 0 | 0 | 0 |
| 14. Equipment | 0 | 0 | 0 | 0 |
| 15. Cost or depreciation of EDP equipment and software | 0 | 0 | 0 | 0 |
| 16. Printing and stationery | 0 | 0 | 0 | 0 |
| 17. Postage, telephone and telegraph, exchange and express | 0 | 0 | 0 | 0 |
| 18. Legal and auditing | 0 | 0 | 0 | 0 |
| 19. Totals (Lines 3 to 18) | 0 | 0 | 0 | 0 |
| 20. Taxes, licenses and fees: | | | | |
| 20.1 State and local insurance taxes deducting guaranty association credits of \$0 | 0 | 0 | 0 | 0 |
| 20.2 Insurance department licenses and fees | 0 | 0 | 0 | 0 |
| 20.3 Gross guaranty association assessments | 0 | 0 | 0 | 0 |
| 20.4 All other (excluding federal and foreign income and real estate) | 0 | 0 | 0 | 0 |
| 20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) | 0 | 0 | 0 | 0 |
| 21. Real estate expenses | 0 | 0 | 0 | 0 |
| 22. Real estate taxes | 0 | 0 | 0 | 0 |
| 23. Reimbursements by uninsured plans | 0 | 0 | 0 | 0 |
| 24. Aggregate write-ins for miscellaneous expenses | 0 | 0 | 28,588 | 28,588 |
| 25. Total expenses incurred | 0 | 0 | 28,588 | (a) 28,588 |
| 26. Less unpaid expenses - current year | 0 | 0 | 0 | 0 |
| 27. Add unpaid expenses - prior year | 0 | 0 | 0 | 0 |
| 28. Amounts receivable relating to uninsured plans, prior year | 0 | 0 | 0 | 0 |
| 29. Amounts receivable relating to uninsured plans, current year | 0 | 0 | 0 | 0 |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) | 0 | 0 | 28,588 | 28,588 |
| DETAILS OF WRITE-INS | | | | |
| 2401. Investment Expense | 0 | 0 | 28,588 | 28,588 |
| 2402. | | | | |
| 2403. | | | | |
| 2498. Summary of remaining write-ins for Line 24 from overflow page | 0 | 0 | 0 | 0 |
| 2499. Totals (Lines 2401 thru 2403 plus 2498)(Line 24 above) | 0 | 0 | 28,588 | 28,588 |

(a) Includes management fees of \$0 to affiliates and \$0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

| | | 1 | 2 |
|----------------------|---|-----------------------|--------------------|
| | | Collected During Year | Earned During Year |
| 1. | U.S. Government bonds | (a) .....(8,712) |21,954 |
| 1.1 | Bonds exempt from U.S. tax | (a) .....472,521 |289,693 |
| 1.2 | Other bonds (unaffiliated) | (a) .....784,127 |591,752 |
| 1.3 | Bonds of affiliates | (a) .....0 |0 |
| 2.1 | Preferred stocks (unaffiliated) | (b) .....221,460 |221,460 |
| 2.11 | Preferred stocks of affiliates | (b) .....0 |0 |
| 2.2 | Common stocks (unaffiliated) |0 |0 |
| 2.21 | Common stocks of affiliates |0 |0 |
| 3. | Mortgage loans | (c) .....0 |0 |
| 4. | Real estate | (d) .....0 |0 |
| 5 | Contract loans |0 |0 |
| 6 | Cash, cash equivalents and short-term investments | (e) .....2,689 |2,538 |
| 7 | Derivative instruments | (f) .....0 |0 |
| 8. | Other invested assets |0 |0 |
| 9. | Aggregate write-ins for investment income |0 |0 |
| 10. | Total gross investment income | 1,472,085 | 1,127,397 |
| 11. | Investment expenses | | (g) .....28,588 |
| 12. | Investment taxes, licenses and fees, excluding federal income taxes | | (g) .....0 |
| 13. | Interest expense | | (h) .....0 |
| 14. | Depreciation on real estate and other invested assets | | (i) .....0 |
| 15. | Aggregate write-ins for deductions from investment income | |0 |
| 16. | Total deductions (Lines 11 through 15) | |28,588 |
| 17. | Net investment income (Line 10 minus Line 16) | | 1,098,809 |
| DETAILS OF WRITE-INS | | | |
| 0901. | ..... |  |  |
| 0902. | ..... |  |  |
| 0903. | ..... |  |  |
| 0998. | Summary of remaining write-ins for Line 9 from overflow page |0 |0 |
| 0999. | Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) | 0 | 0 |
| 1501. | ..... |  |  |
| 1502. | ..... |  |  |
| 1503. | ..... |  |  |
| 1598. | Summary of remaining write-ins for Line 15 from overflow page | |0 |
| 1599. | Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above) | | 0 |

- (a) Includes \$3,448 accrual of discount less \$279,468 amortization of premium and less \$39,930 paid for accrued interest on purchases.
- (b) Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued dividends on purchases.
- (c) Includes \$0 accrual of discount less \$0 amortization of premium and less \$0 paid for accrued interest on purchases.
- (d) Includes \$0 for company's occupancy of its own buildings; and excludes \$0 interest on encumbrances.
- (e) Includes \$0 accrual of discount less \$347 amortization of premium and less \$0 paid for accrued interest on purchases.
- (f) Includes \$0 accrual of discount less \$0 amortization of premium.
- (g) Includes \$0 investment expenses and \$0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$0 interest on surplus notes and \$0 interest on capital notes.
- (i) Includes \$0 depreciation on real estate and \$0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

| | | 1 | 2 | 3 | 4 | 5 |
|----------------------|---|--|-------------------------------|--|--|---|
| | | Realized Gain (Loss) On Sales or Maturity | Other Realized Adjustments | Total Realized Capital Gain (Loss) (Columns 1 + 2) | Change in Unrealized Capital Gain (Loss) | Change in Unrealized Foreign Exchange Capital Gain (Loss) |
| 1. | U.S. Government bonds | 1,243 | 0 | 1,243 | 0 | 0 |
| 1.1 | Bonds exempt from U.S. tax | (202,985) | 0 | (202,985) | 0 | 0 |
| 1.2 | Other bonds (unaffiliated) | 204,765 | (785) | 203,980 | 2,835 | 0 |
| 1.3 | Bonds of affiliates | 0 | 0 | 0 | 0 | 0 |
| 2.1 | Preferred stocks (unaffiliated) | (14,200) | 0 | (14,200) | (705,762) | 0 |
| 2.11 | Preferred stocks of affiliates | 0 | 0 | 0 | 0 | 0 |
| 2.2 | Common stocks (unaffiliated) | 0 | 0 | 0 | 0 | 0 |
| 2.21 | Common stocks of affiliates | 0 | 0 | 0 | 0 | 0 |
| 3. | Mortgage loans | 0 | 0 | 0 | 0 | 0 |
| 4. | Real estate | 0 | 0 | 0 | 0 | 0 |
| 5. | Contract loans | 0 | 0 | 0 | 0 | 0 |
| 6. | Cash, cash equivalents and short-term investments | 2 | 0 | 2 | 0 | 0 |
| 7. | Derivative instruments | 0 | 0 | 0 | 0 | 0 |
| 8. | Other invested assets | 0 | 0 | 0 | 516,425 | 0 |
| 9. | Aggregate write-ins for capital gains (losses) | 0 | 0 | 0 | 0 | 0 |
| 10. | Total capital gains (losses) | (11,175) | (785) | (11,960) | (186,502) | 0 |
| DETAILS OF WRITE-INS | | | | | | |
| 0901. | ..... |  |  |  |  |  |
| 0902. | ..... |  |  |  |  |  |
| 0903. | ..... |  |  |  |  |  |
| 0998. | Summary of remaining write-ins for Line 9 from overflow page | 0 | 0 | 0 | 0 | 0 |
| 0999. | Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) | 0 | 0 | 0 | 0 | 0 |

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

EXHIBIT OF NON-ADMITTED ASSETS

| | 1 | 2 | 3 |
|---|--|--|--|
| | Current Year Total Nonadmitted Assets | Prior Year Total Nonadmitted Assets | Change in Total Nonadmitted Assets (Col. 2 - Col. 1) |
| 1. Bonds (Schedule D) | | | |
| 2. Stocks (Schedule D): | | | |
| 2.1 Preferred stocks | | | |
| 2.2 Common stocks | | | |
| 3. Mortgage loans on real estate (Schedule B): | | | |
| 3.1 First liens | | | |
| 3.2 Other than first liens..... | | | |
| 4. Real estate (Schedule A): | | | |
| 4.1 Properties occupied by the company | | | |
| 4.2 Properties held for the production of income..... | | | |
| 4.3 Properties held for sale | | | |
| 5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA) | | | |
| 6. Contract loans | | | |
| 7. Derivatives (Schedule DB) | | | |
| 8. Other invested assets (Schedule BA) | | | |
| 9. Receivables for securities | | | |
| 10. Securities lending reinvested collateral assets (Schedule DL) | | | |
| 11. Aggregate write-ins for invested assets | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | | | |
| 13. Title plants (for Title insurers only) | | | |
| 14. Investment income due and accrued | | | |
| 15. Premiums and considerations: | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | | | |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due | | | |
| 15.3 Accrued retrospective premiums | | | |
| 16. Reinsurance: | | | |
| 16.1 Amounts recoverable from reinsurers | | | |
| 16.2 Funds held by or deposited with reinsured companies | | | |
| 16.3 Other amounts receivable under reinsurance contracts | | | |
| 17. Amounts receivable relating to uninsured plans | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | |
| 18.2 Net deferred tax asset | | | |
| 19. Guaranty funds receivable or on deposit | | | |
| 20. Electronic data processing equipment and software | | | |
| 21. Furniture and equipment, including health care delivery assets | | | |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | |
| 23. Receivables from parent, subsidiaries and affiliates | | | |
| 24. Health care and other amounts receivable | | | |
| 25. Aggregate write-ins for other than invested assets | | | |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | | | |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | |
| 28. Total (Lines 26 and 27) | | | |
| DETAILS OF WRITE-INS | | | |
| 1101. | | | |
| 1102. | | | |
| 1103. | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | |
| 1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above) | | | |
| 2501. | | | |
| 2502. | | | |
| 2503. | | | |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | | |
| 2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above) | | | |

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of York Insurance Company of Maine (the Company or YORK) are presented on the basis of accounting practices prescribed or permitted by the Maine Bureau of Insurance (ME SAP).

The Company's ultimate Parent is Tower Group International, Ltd. (Tower). Tower offers a broad range of commercial, specialty and personal property and casualty insurance products and services through its subsidiaries to businesses and to individuals. On March 13, 2013, Tower and Tower Group, Inc. (TGI) completed a merger transaction under which the company, formerly known as Canopus Holdings Bermuda Limited was renamed Tower Group International, Ltd. and became the ultimate parent company. Refer to Note 22 for additional information.

The Company cedes 100% of its business to certain members of the Tower Intercompany Pool.

ME SAP recognizes only statutory accounting practices prescribed or permitted by the State of Maine for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Maine Insurance Law. The NAIC *Accounting Practices and Procedure Manual* (NAIC SAP) has been adopted as a component of practices prescribed or permitted by the Maine Bureau of Insurance. The Superintendent of the Maine Bureau of Insurance (MBI) has the right to permit other special practices that deviate from prescribed practices.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and ME SAP is shown below:

| | State of Domicile | 2013 | 2012 |
|--|----------------------|----------------------|----------------------|
| <u>Net Income</u> | | | |
| (1) YICM, Statutory basis (Page 4, Line 20, Columns 1&2) | Maine | \$ 730,177 | \$ 1,463,998 |
| (2) State Prescribed Practices that increase/(decrease) NAIC SAP | Maine | - | - |
| (3) State Permitted Practices that increase/(decrease) NAIC SAP | Maine | - | - |
| (4) NAIC SAP (1 - 2 - 3 = 4) | Maine | <u>\$ 730,177</u> | <u>\$ 1,463,998</u> |
| <u>Surplus</u> | | | |
| (5) YICM, Statutory basis (Page 3, Line 37, Columns 1&2) | Maine | \$ 45,526,112 | \$ 44,976,342 |
| (6) State Prescribed Practices that increase/(decrease) NAIC SAP | Maine | - | - |
| (7) State Permitted Practices that increase/(decrease) NAIC SAP | Maine | - | - |
| (8) NAIC SAP (5 - 6 - 7 = 8) | Maine | <u>\$ 45,526,112</u> | <u>\$ 44,976,342</u> |

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with ME SAP requires management to make estimates and assumptions that affect the reported assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. The significant estimates were used for reserves for losses and loss adjustment expenses (LAE), certain reinsurance balances, admissibility of deferred income taxes, allowance for doubtful accounts and the carrying value of certain investments. The actual results could differ from those estimates.

C. Accounting Policy

Premiums are generally earned pro-rata over the period the coverage is provided. Unearned premium represents the portion of premium written which is applicable to the unexpired term of the policies in force. The unearned premium reserve is computed by pro-rata methods for direct, assumed and ceded business.

Expenses incurred in connection with acquiring new business, including such acquisition costs as sales commissions, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

In addition, the Company uses the following accounting policies:

1. Investment grade short-term investments are stated at amortized cost. Non-investment grade short-term investments are stated at the lower of amortized cost or fair value.
2. Investment grade bonds, not backed by other loans, are stated at amortized cost using the scientific interest method. Non-investment grade bonds with NAIC designations of 3 through 6 are stated at the lower of amortized cost or fair value.
3. The Company has no common stocks investments.
4. Investment grade redeemable preferred stocks are stated at amortized cost. Investment grade perpetual preferred stocks are stated at fair value.
5. The Company has no mortgage loans.
6. Investment grade loan-backed securities are stated at amortized value. Non-investment grade loan-backed securities are stated at lower of amortized cost or fair value. The retrospective adjustment method is used to amortize all securities excluding the structured securities below AA category which is amortized prospectively.
7. The Company carries no investments in subsidiaries, controlled or affiliated companies.

NOTES TO FINANCIAL STATEMENTS

- 8. Investments in limited partnerships are carried at the underlying audited GAAP equity of the investee or at fair value.
- 9. Derivative investments – not applicable.
- 10. The Company considers anticipated investment income as a factor in the premium deficiency calculation.
- 11. Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates and for establishing the resulting liabilities are continually reviewed and any adjustments are reflected in the period such estimate is determined.
- 12. Capitalization policy changes from the prior period – not applicable.
- 13. Estimate pharmaceutical rebate receivables – not applicable.

2. Accounting Changes and Corrections of Errors

- A. During 2013 and 2012, the Company identified errors related to the preparation of its 2012 and 2011 financial statements. These errors would have resulted in changes to the 2012 and 2011 financial statements but, as the amounts are not material, in accordance with SSAP No. 3 *Accounting Changes and Corrections of Errors* (SSAP 3), the corrections of errors have been recorded as an adjustment to the January 1, 2013 and 2012 policyholders’ surplus. The impact of these errors as of December 31, 2012 and December 31, 2011 are as follows:

| | 2012 annual statement, as issued | Impact of error | 2012 annual statement, if adjusted |
|--|--|-----------------|--|
| Admitted assets | \$ 45,009,605 | \$ - | \$ 45,009,605 |
| Liabilities | 33,263 | 83,862 | 117,125 |
| Capital and surplus | 44,976,342 | (83,862) | 44,892,480 |
| Total liabilities, capital and surplus | \$ 45,009,605 | \$ - | \$ 45,009,605 |
| Net income | \$ 1,463,998 | \$ - | \$ 1,463,998 |

The above 2012 errors relate to the reporting of deferred taxes.

| | 2011 annual statement, as issued | Impact of error | 2011 annual statement, if adjusted |
|--|--|-----------------|--|
| Admitted assets | \$ 35,644,772 | \$ (15,611) | \$ 35,629,161 |
| Liabilities | 28,911 | - | 28,911 |
| Capital and surplus | 35,615,861 | (15,611) | 35,600,250 |
| Total liabilities, capital and surplus | \$ 35,644,772 | \$ (15,611) | \$ 35,629,161 |
| Net income | \$ 879,055 | \$ (12,725) | \$ 866,330 |

The above 2011 errors relate to the reporting of federal income taxes. Federal income taxes include both the effects of return to provision differences resulting from the filing of the 2011 tax return as well as corrections of the December 31, 2011 net deferred tax asset.

3. Business Combinations and Goodwill

- A. Statutory Purchase Method – not applicable.
- B. Statutory Merger – not applicable.
- C. Impairment Loss – not applicable.

4. Discontinued Operations – not applicable.

5. Investments

- A. The Company has no mortgage loans.
- B. The Company has no debt and performed no debt restructuring.
- C. The Company has no reverse mortgages.
- D. Loan-Backed Securities:
 - 1. For RMBS loan-backed securities, prepayment assumptions are obtained using Andrew Davidson & Co's Loan Dynamics model. CMBS loan-backed securities are protected against prepayments therefore any cash flow variability is driven mostly by defaults and recovery, not prepay optionality.

NOTES TO FINANCIAL STATEMENTS

2. All securities within the scope of this statement with a recognized other-than-temporary impairment, (OTTI), disclosed in the aggregate, classified on the basis for the other-than-temporary impairments:

| | (1) | (2) | (3) |
|---|---|--|--------------|
| | Amortized Cost Basis Before Other- Than Temporary Impairment | Other-Than- Temporary Impairment Recognized in Loss | Fair Value * |
| OTTI recognized 1st Quarter | | | |
| a. Intent to sell | \$ - | \$ - | \$ - |
| b. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis | | | |
| c. Total 1st Quarter | \$ - | \$ - | \$ - |
| OTTI recognized 2nd Quarter | | | |
| d. Intent to sell | \$ - | \$ - | \$ - |
| e. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis | | | - |
| f. Total 2nd Quarter | \$ - | \$ - | \$ - |
| OTTI recognized 3rd Quarter | | | |
| g. Intent to sell | | | |
| h. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis | - | - | - |
| i. Total 3rd Quarter | \$ - | \$ - | \$ - |
| OTTI recognized 4th Quarter | | | |
| g. Intent to sell | \$ - | \$ - | \$ - |
| h. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis | 785 | 785 | - |
| i. Total 4th Quarter | \$ 785 | \$ 785 | \$ - |
| j. Aggregate Total | | \$ 785 | |

3. For each security, by CUSIP, with a recognized OTTI, currently held by the reporting entity, as the present value of cash flows expected to be collected is less than the amortized cost basis of the securities – not applicable.
4. All impaired securities (fair value is less than cost or amortized cost) for which an OTTI has not been recognized in earnings as a realized loss (including securities with a recognized OTTI for non-interest related declines when a non-recognized interest related impairment remains):
- a) The aggregate amount of unrealized losses – not applicable.
- b) The aggregate related fair value of securities with unrealized losses – not applicable.
5. Management regularly reviews the Company’s fixed-maturity and equity security portfolios to evaluate the necessity of recording impairment losses for other-than-temporary declines in the fair value of investments. In evaluating potential impairment, management considers, among other criteria:
- i. the overall financial condition of the issuer;
- ii. the current fair value compared to amortized cost or cost, as appropriate;
- iii. the length of time the security’s fair value has been below amortized cost or cost;
- iv. specific credit issues related to the issuer such as changes in credit rating, reduction or elimination of dividends or non-payment of scheduled interest payments;
- v. whether management intends to sell the security and, if not, whether it is more likely than not that the Company will be required to sell the security before recovery of its amortized cost basis;
- vi. specific cash flow estimations for certain mortgage-backed and asset-backed securities;
- vii. current economic conditions. If an OTTI is determined for a fixed-maturity security, and management does not intend to sell and it is more likely than not that it will not be required to sell the security before recovery of cost or amortized cost, the credit portion is included in the statement of income in net realized investment gains (losses) and the non-credit portion is included in unassigned surplus (deficit). The credit portion results in a permanent reduction of the cost basis of the underlying investment and the security is amortized to the expected recovery amount. The determination of OTTI is a subjective process and different judgments and assumptions could affect the timing of loss realization;
- viii. management implemented a threshold policy on impairments, whereby any individual security with a loss under \$10 thousand, is deemed to be immaterial and will not be impaired.
- E. Repurchase Agreements and/or Securities Lending Transactions – not applicable.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

- F. Real Estate – not applicable.
- G. Low-income housing tax credits – not applicable.
- H. Restricted Assets

1. Restricted Assets (Including Pledged)

Total restricted assets were 3,233,691 and 3,231,079 at December 31, 2013 and December 2012, respectively. The allocation is as follows:

| Restricted Asset Category | Gross Restricted | | | | | | | 8 | Percentage | |
|---|-----------------------------|---|--|---|------------------|-----------------------|-------------------------------|--------------|--|----------------------------------|
| | Current Year | | | | | 6 | 7 | | 9 | 10 |
| | 1 | 2 | 3 | 4 | 5 | | | | | |
| | Total General Account (G/A) | G/A Supporting Protecting Cell Account Activity (a) | Total Protected Cell Account Restricted Assets | Protected Cell Account Assets Supporting G/A Activity (b) | Total (1 plus 3) | Total From Prior Year | Increase/Decrease (5 minus 6) | | Total Current Year Admitted Restricted | Gross Restricted to Total Assets | Admitted Restricted to Total Admitted Assets |
| a. Subject to Contractual obligation for which liability is not shown | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 0.00% | 0.00% |
| b. Collateral held under security lending agreements | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| c. Subject to repurchase agreement | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| d. Subject to reverse repurchase agreement | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| e. Subject to dollar repurchase agreement | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| f. Subject to dollar reverse repurchase agreement | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| g. Placed under option contracts | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| h. Letter stock or securities restricted as to sale | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| i. On deposit with states | 3,223,691 | - | - | - | 3,223,691 | 3,231,079 | (7,388) | 3,223,691 | 7.04% | 7.04% |
| j. On deposit with other regulatory bodies | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| k. Pledged as collateral not captured in other categories | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| l. Other restricted assets | - | - | - | - | - | - | - | - | 0.00% | 0.00% |
| m. Total Restricted Assets | \$ 3,223,691 | \$ - | \$ - | \$ - | \$ 3,223,691 | \$ 3,231,079 | \$ (7,388) | \$ 3,223,691 | 7.04% | 7.04% |

- 2. Detail of Assets Pledged as Collateral not captured in other categories – not applicable.
- 3. Detail of Other Restricted Assets – not applicable.

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. Investments in joint ventures, partnerships and limited liability companies that exceed 10% of the Company’s admitted assets – not applicable.
- B. Investments in impaired joint ventures, partnerships and limited liability companies – not applicable.

7. Investment Income

- A. Due and Accrued Investment Income

The Company did not exclude any due and accrued investment income from surplus.

- B. Amounts Non-admitted – not applicable.

8. Derivative Instruments – not applicable.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

9. Taxes

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

1.

| | 12/31/2013 | | | 12/31/2012 | | | Change | | |
|--|------------|------------|------------|------------|-----------|------------|------------|------------|------------|
| | Ordinary | Capital | Total | Ordinary | Capital | Total | Ordinary | Capital | Total |
| (a) Gross deferred tax assets | \$ - | \$ 263,266 | \$ - | \$ 2,453 | \$ 14,509 | \$ 16,962 | \$ (2,453) | \$ 248,757 | \$ 246,304 |
| (b) Statutory valuation allowance adjustments | - | - | - | - | - | - | - | - | - |
| (c) Adjusted gross deferred tax assets (1a - 1b) | - | 263,266 | 263,266 | 2,453 | 14,509 | 16,962 | (2,453) | 248,757 | 246,304 |
| (d) Deferred tax assets nonadmitted | - | 260,337 | 260,337 | - | 14,509 | 14,509 | - | 245,828 | 245,828 |
| (e) Subtotal Net Admitted Deferred Tax Asset (1c - 1d) | - | 2,929 | 2,929 | 2,453 | - | 2,453 | (2,453) | 2,929 | 476 |
| (f) Deferred Tax Liabilities | 1,124 | 2,929 | 4,053 | 9,673 | - | 9,673 | (8,549) | 2,929 | (5,620) |
| (g) Net admitted deferred tax asset/(Net Deferred Tax Liability) (1e - 1f) | \$ (1,124) | \$ - | \$ (1,124) | \$ (7,220) | \$ - | \$ (7,220) | \$ 6,096 | \$ - | \$ 6,096 |

2.

| | 12/31/2013 | | | 12/31/2012 | | | Change | | |
|---|------------|----------|-----------|------------|---------|-----------|------------|----------|---------|
| | Ordinary | Capital | Total | Ordinary | Capital | Total | Ordinary | Capital | Total |
| Admission Calculation Components SSAP No. 101 | | | | | | | | | |
| (a) Federal Income Taxes Paid in Prior Years Recoverable Through Loss Carrybacks | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (b) Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding The Amount of Deferred Tax Assets From 2(a) above) After Application of the Threshold Limitation. (The Lesser of 2(b)1 and 2(b)2 Below) | - | - | - | - | - | - | - | - | - |
| 1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date | - | - | - | - | - | - | - | - | - |
| 2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold | - | - | 6,890,035 | - | - | 6,747,534 | - | - | 142,501 |
| (c) Adjusted Gross Deferred Tax Assets (Excluding the Amount of Deferred Tax Assets From 2(a) and 2(b) above) Offset by Gross Deferred Tax Liabilities | - | 2,929 | 2,929 | 2,453 | - | 2,453 | (2,453) | 2,929 | 476 |
| (d) Deferred Tax Assets Admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c)) | \$ - | \$ 2,929 | \$ 2,929 | \$ 2,453 | \$ - | \$ 2,453 | \$ (2,453) | \$ 2,929 | \$ 476 |

3.

| | 2013 | 2012 |
|--|---------------|---------------|
| (a) Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount | 6482.210% | 6122.690% |
| (b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above | \$ 44,976,342 | \$ 44,976,342 |

4.

| | 12/31/2013 | | 12/31/2012 | | Change | |
|--|------------|-----------|------------|-----------|------------|-----------|
| | Ordinary | Capital | Ordinary | Capital | Ordinary | Capital |
| Impact of Tax Planning Strategies | | | | | | |
| (a) Determination of Adjusted Gross Deferred Tax Assets and Net Admitted Deferred Tax Assets. By Tax Character as a Percentage | | | | | | |
| 1. Adjusted Gross DTAs Amount From Note 9A1 (c) | \$ - | \$263,266 | \$ 2,453 | \$ 14,509 | \$ (2,453) | \$248,757 |
| 2. Percentage of Adjusted Gross DTAs by Tax Character Attributable to The Impact of Tax Planning Strategies | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 3. Net Admitted Adjusted Gross DTAs Amount from Note 9A1(e) | \$ - | \$ 2,929 | \$ 2,453 | \$ - | \$ (2,453) | \$ 2,929 |
| 4. Percentage of Net Admitted Adjusted Gross DTAs by Tax Character Admitted Because of The Impact of Tax Planning | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

B. Unrecognized DTLs – not applicable.

C. Current Tax and Change in Deferred Tax

1. Current income tax

| | 12/31/2013 | 12/31/2012 | Change |
|---|------------|------------|--------------|
| (a) Federal | \$ 254,694 | \$ 355,470 | \$ (100,776) |
| (b) Foreign | - | - | - |
| (c) Subtotal | 254,694 | 355,470 | (100,776) |
| (d) Federal income tax on net capital gains | 96,619 | 173,520 | (76,901) |
| (e) Utilization of capital loss carryforwards | - | - | - |
| (f) Other | 5,350 | (712) | 6,062 |
| (g) Federal and foreign income taxes incurred | \$ 356,663 | \$ 528,278 | \$ (171,615) |

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and liabilities are as follows:

NOTES TO FINANCIAL STATEMENTS

2. Deferred tax assets:

| | 12/31/2013 | 12/31/2012 | Change |
|---|------------|------------|---------|
| (a) Ordinary: | | | |
| (1) Discounting of unpaid losses | \$ - | \$ - | \$ - |
| (2) Unearned premium reserve | - | - | - |
| (3) Policyholder reserves | - | - | - |
| (4) Investments | - | 2,407 | (2,407) |
| (5) Deferred acquisition costs | - | - | - |
| (6) Policyholder dividends accrual | - | - | - |
| (7) Fixed assets & intangibles | - | 46 | (46) |
| (8) Compensation and benefits accrual | - | - | - |
| (9) Pension accrual | - | - | - |
| (10) Receivables - nonadmitted | - | - | - |
| (11) Other assets - nonadmitted | - | - | - |
| (12) Net operating loss carry-forward | - | - | - |
| (13) Tax credit carry-forward | - | - | - |
| (14) Deferred Rent | - | - | - |
| (15) Other (including items <5% of total ordinary tax assets) | - | - | - |
| (99) Subtotal | - | 2,453 | (2,453) |
| (b) Statutory valuation allowance adjustment | - | - | - |
| (c) Nonadmitted | - | - | - |
| (d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c) | - | 2,453 | (2,453) |
| (e) Capital | | | - |
| (1) Investments | 16,249 | 13,516 | 2,733 |
| (2) Net capital loss carry-forward | - | - | - |
| (3) Real estate | - | - | - |
| (4) Other (including items <5% of total capital tax assets) | - | - | - |
| (5) Unrealized capital losses | 247,017 | 993 | 246,024 |
| (99) Subtotal | 263,266 | 14,509 | 248,757 |
| (f) Statutory valuation adjustment | - | - | - |
| (g) Nonadmitted | 260,337 | 14,509 | 245,828 |
| (h) Admitted capital deferred tax assets (2e99 - 2f - 2g) | 2,929 | - | 2,929 |
| (i) Admitted deferred tax assets (2d + 2h) | \$ 2,929 | \$ 2,453 | \$ 476 |

3. Deferred tax liabilities:

| | 12/31/2013 | 12/31/2012 | Change |
|---|------------|------------|------------|
| (a) Ordinary: | | | |
| (1) Investments | \$ 1,124 | \$ 9,673 | \$ (8,549) |
| (2) Fixed assets - Capital Lease | - | - | - |
| (3) Deferred and uncollected premiums | - | - | - |
| (4) Policyholder reserves | - | - | - |
| (5) Discount of accrued salvage and subrogation | - | - | - |
| (6) Other (including items <5% of total ordinary tax liabilities) | - | - | - |
| (99) Subtotal | 1,124 | 9,673 | (8,549) |
| (b) Capital | | | - |
| (1) Investments | 2,929 | - | 2,929 |
| (2) Real estate | - | - | - |
| (3) Other (including items <5% of total capital tax liabilities) | - | - | - |
| (4) Unrealized capital gains | - | - | - |
| (99) Subtotal | 2,929 | - | 2,929 |
| (c) Deferred tax liabilities (3a99 + 3b99) | 4,053 | 9,673 | (5,620) |
| 4. Net deferred tax assets/liabilities (2i-3c) | \$ (1,124) | \$ (7,220) | \$ 6,096 |

The change in net deferred income taxes is comprised of the following (this analysis is exclusive of nonadmitted assets as the Change in Nonadmitted Assets is reported separately from the Change in Net Deferred Income Taxes in the surplus section of the Annual Statement):

| | 12/31/2013 | 12/31/2012 | Change |
|--|------------|-------------|-------------|
| Total deferred tax assets | \$ 263,266 | \$ 16,962 | \$ 246,304 |
| Total deferred tax liabilities | (4,053) | (9,673) | 5,620 |
| Net deferred tax assets/liabilities | 259,213 | 7,289 | 251,924 |
| Statutory valuation allowance adjustment | - | - | - |
| Net deferred tax assets/liabilities after SVA | 259,213 | 7,289 | 251,924 |
| Tax effect on unrealized gain/(losses) | (247,017) | (993) | (246,024) |
| Statutory valuation allowance adjustment allocated to unrealized (+) | - | - | - |
| Tax effect of SSAP No. 3 adjustments | 98,403 | - | 98,403 |
| Change in net deferred income tax [(charge)/benefit] | \$ 110,599 | \$ 6,296 | \$ 104,303 |
| SSAP No. 3 Impact | | | |
| Net Operating Loss | \$ - | \$ - | \$ - |
| Nonadmitted Assets | - | - | - |
| Other | - | (78) | (78) |
| Investment | - | (98,325) | (98,325) |
| Tax Credit Carry Forward | - | - | - |
| Valuation Allowance | - | - | - |
| Total SSAP No. 3 Adjustments | \$ - | \$ (98,403) | \$ (98,403) |

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NOTES TO FINANCIAL STATEMENTS

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The provision for federal and foreign income taxes incurred is different from that which would be obtained by applying the statutory Federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

| | 12/31/2013 | Effective Tax Rate |
|--|------------|--------------------|
| Provision computed at statutory rate | \$ 380,394 | 35.00% |
| Tax-Exempt Interest | (101,323) | -9.32% |
| Dividends Received Deduction | (51,674) | -4.75% |
| Proration | 22,950 | 2.11% |
| Meals & Entertainment | - | 0.00% |
| Change in Statutory Valuation Allowance Adjustment | - | 0.00% |
| Change in nonadmitted assets | - | 0.00% |
| Prior Year True Up | 2,013 | 0.00% |
| State Tax Expenses | - | 0.00% |
| Foreign Tax Expense | - | 0.00% |
| Others | - | 0.00% |
| Total | \$ 252,360 | 23.22% |
| Federal and Foreign Income Taxes incurred | \$ 260,044 | 23.93% |
| Tax on Realized Capital Gains/(Losses) | 96,619 | 8.89% |
| Change in net deferred income taxes | (104,303) | -9.60% |
| Total statutory income taxes | \$ 252,360 | 23.22% |

E. Operating Loss and Tax Credit Carryforwards

1. At December 31, 2013, the Company has unused net operating loss carryforwards available to offset against future taxable income of \$0.

At December 31, 2013, the Company has no capital loss carryforwards.

At December 31, 2013, the Company has AMT and foreign tax credit carryforwards of \$0.

2. The Company has no income tax expense for 2013 and 2012 that is available for recoupment in the event of future net losses.
3. The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

1. The Company’s federal income tax return is consolidated with the following entities:
- i. Condor 2 Corporation
 - ii. Condor 3 Corporation
 - iii. Tower Group, Inc.
 - iv. Tower Risk Management Corp.
 - v. Tower Insurance Company of New York
 - vi. Tower National Insurance Company
 - vii. Preserver Group, Inc.
 - viii. Preserver Insurance Company
 - ix. North East Insurance Company
 - x. North Atlantic Underwriters, Inc.
 - xi. Mountain Valley Indemnity Company “MVIC” (January 1, 2012 to February 1, 2012)
 - xii. Ocean II Corp.
 - xiii. Ocean I Corp.
 - xiv. CastlePoint Bermuda Holdings, Ltd.
 - xv. CastlePoint Management Corp.
 - xvi. CastlePoint Reinsurance Company, Ltd.
 - xvii. CastlePoint Insurance Company
 - xviii. CastlePoint Florida Insurance Company
 - xix. HIG, Inc.
 - xx. Hermitage Insurance Company
 - xxi. Kodiak Insurance Company
 - xxii. Specialty Underwriters Alliance, Inc.
 - xxiii. CastlePoint National Insurance Company (f.k.a. SUA Insurance Company)
 - xxiv. CastlePoint Risk Management of Florida, Corp.
 - xxv. Massachusetts Homeland Insurance Company
 - xxvi. York Insurance Company of Maine
2. The method of allocation among companies is subject to a written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for any net operating losses or other items utilized in the consolidated tax return.

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NOTES TO FINANCIAL STATEMENTS

G. Federal of Foreign Income Tax Loss Contingencies

The Company has no tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. The Company is owned 91% by CastlePoint National Insurance Company (CNIC), and 9% by Preserver Insurance Company (PIC), its affiliates. CNIC and PIC are ultimate owned by TGI, a Delaware holding company.
- B. On December 18, 2012, the Company received additional paid-in capital of \$7,900,000 from CNIC.
- C. The Company did not change its methods of establishing terms regarding any affiliate transactions during the period ended December 31, 2013.
- D. At December 31, 2013 and 2012, the Company reported the following receivable (payable) from its parent, subsidiaries and affiliates:

| | December 31, 2013 | December 31, 2012 |
|---|-------------------|---------------------|
| Admitted balances: | | |
| Tower Insurance Company of New York | \$ (853,248) | \$ (2,094,160) |
| North East Insurance Company | 1,612,388 | 5,071,383 |
| Other Affiliated Companies less than 0.5% of admitted assets | - | (606,954) |
| Total receivable (payable) from parent, subsidiaries & affiliates | <u>\$ 759,140</u> | <u>\$ 2,370,269</u> |

The terms of the settlement require that these amounts be settled within 45 days. Settlement of intercompany balances can be in the form of cash, securities or a combination thereof.

- E. The Company has not entered into any guarantees or undertakings for the benefit of any affiliate. Refer to Note 14 for disclosure of any contingencies.
- F. Effective July 1, 2010, the Company entered into a 100% quota share reinsurance agreement to cede in-force new and renewal Personal lines business with an affiliate, North East Insurance Company (NEIC). Under the terms of agreement, NEIC will pay, receive or provide services for all of the Company's non-investment expenses, both underwriting and non-underwriting for no fee or cost as long as the reinsurance agreement is in effect. The Company also has a Service & Expense Agreement with NEIC for any necessary service that NEIC performs on behalf of the Company which are not covered under the quota share reinsurance agreement. Effective January 1, 2012, the Company entered into a 100% quota share agreement to assume Commercial lines business from Mountain Valley Indemnity Company (MVIC).
- G. The Company's ultimate parent is Tower.
- H. The amount deducted from the value of an upstream intermediate entity or ultimate parent owned, either directly or indirectly, via a downstream subsidiary, controlled, or affiliated entity – not applicable.
- I. Investment in an SCA entity that exceeds 10% of admitted assets of the insurer – not applicable.
- J. The Company did not recognize any impairment write down for its investments in subsidiary, controlled or affiliated companies during the statement period.
- K. Investment in a foreign insurance subsidiary – not applicable.
- L. Investment in a downstream non-insurance holding company – not applicable.

11. Debt

- A. Debt including capital notes – not applicable.
- B. FHLB (Federal Home Loan Bank) agreements – not applicable.

12. Retirement Plans, Deferred Compensation, Post Employment Benefits, Compensated Absences and Other Post Retirement Benefit Plans

- A. Defined Benefit Plan – not applicable.
- B. Description of Investment Policies – not applicable.
- C. Fair Value of Plan Assets – not applicable.
- D. Rate of Return Assumptions – not applicable.
- E. Defined Contribution Plan – not applicable.
- F. Multiemployer Plans – not applicable.
- G. Consolidated/Holding Company Plans – not applicable.
- H. Postemployment Benefits and Compensated Absences – not applicable.
- I. Impact of Medicare Modernization Act – not applicable.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

- (1) The Company has 60,000 shares of common stock at \$100 par value authorized and 31,250 shares issued and outstanding.
- (2) The Company has no preferred stock outstanding.
- (3) The Company may not pay dividends without prior approval of its domiciliary superintendent.
- (4) There were no dividends paid by the Company.
- (5) Within the limitations of (3) above, there are no other restrictions placed on the portion of Company profits that may be paid as ordinary dividends to the Company's shareholders.

NOTES TO FINANCIAL STATEMENTS

- (6) There are no restrictions on the unassigned funds (surplus) of the Company other than those described above in paragraphs (3) and (5) and these unassigned funds (surplus) are held for the benefit of shareholders and policyholders.
- (7) The Company is not a mutual company.
- (8) The Company holds no stocks of affiliated companies held for special purposes.
- (9) The company does not have unassigned funds (surplus) segregated into special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized losses – \$149,614 and \$43,672 as of December 31, 2013 and 2012, respectively.
- (11) Surplus Notes – not applicable.
- (12) Impact of any restatement due to quasi-reorganizations – not applicable.
- (13) Effective date of all quasi-reorganizations in the prior 10 years – not applicable.

14. Contingencies

A. The Company has contingent commitments in the following types of investments.

- (1) Total SSAP No. 97, Investments in Subsidiary, Controlled, and Affiliated Entities, A replacement of SSAP No. 88, and SSAP No. 48, Joint Venture, Partnerships and Limited Liability Company contingent liabilities: \$1,500,000.

| (2) | 1 | 2 | 3 | 4 | 5 |
|-----|---|---|---|--|--|
| | | Liability recognition of guarantee (Include amount recognized at inception. If no initial recognition, document exception allowed under SSAP 5R). | Ultimate financial statement impact if action under the guarantee is required. | Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be specifically noted. | Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted. |
| | Nature and circumstances of guarantee and key attributes, including date and duration of agreement. | | | | |
| | On 7/5/2013, YICM invested in a joint venture limited partnership with CIII Recovery Fund II for an indefinite period of time. | \$ - | \$ 1,500,000 | \$ 1,500,000 | No capital calls as of 12/31/2013 |
| | Total Contingencies | \$ - | \$ 1,500,000 | \$ 1,500,000 | |

- (3) (a) Aggregate Maximum Potential of Future Payments of All Guarantees
(undiscounted) the guarantor could be required to make under
guarantees. \$ 1,500,000
- (b) Current Liability recognized in F/S:
 - 1. Noncontingent Liabilities -
 - 2. Contingent Liabilities -
- (c) Ultimate Financial Statement Impact if action under the guarantee is required.
 - 1 Investment in SCA -
 - 2 Joint venture 1,500,000
 - 3 Dividends to Stockholders (capital contribution) -
 - 4 Expense -
 - 5 Other -
 - 6 Total \$ 1,500,000

- B. There are no known assessments that could have a material financial effect on the Company as of December 31, 2013.
- C. Gain Contingencies – not applicable.
- D. Claims related to extra contractual obligation and bad faith losses stemming from lawsuits – not applicable.
- E. Product Warranties – not applicable.
- F. All other Contingencies – not applicable.

15. Leases

- A. Lessee Operating Lease – not applicable.
- B. Lessors Leases – not applicable.

16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentration of Credit Risk – not applicable.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- A. Transfer of Receivables as Sales – not applicable.
- B. Transfer and Servicing of Financial Assets – not applicable.
- C. Wash Sales – not applicable.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

18. Gain or Loss to the Insurer from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans

- A. Administrative Services Only (ASO) Plans – not applicable.
- B. Administrative Services Contract (ASC) Plans – not applicable.
- C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts – not applicable.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators – not applicable.

20. Fair Value Measurement

A.

1. Fair Value Measurements at Reporting Date

| | (1) | (2) | (3) | (4) | (5) |
|-------------------------------------|--------------|-----------|-----------|--------------|-----|
| Description | (Level 1) | (Level 2) | (Level 3) | Total | |
| a. Assets at fair value | | | | | |
| Perpetual preferred stock | | | | | |
| Industrial and Misc | \$ 2,713,500 | \$ - | \$ - | \$ 2,713,500 | |
| Parent, subsidiaries and affiliates | - | - | - | - | |
| Total perpetual preferred stocks | 2,713,500 | - | - | 2,713,500 | |
| Total assets at fair value | \$ 2,713,500 | \$ - | \$ - | \$ 2,713,500 | |
| b. Liabilities at fair value | | | | | |
| Derivative liabilities | \$ - | \$ - | \$ - | \$ - | |
| Total liabilities at fair value | \$ - | \$ - | \$ - | \$ - | |

The Company had no transfers between Level 1 and Level 2 of the fair value hierarchy.

2. The Company had no Level 3 assets valued at fair value at December 31, 2013 or December 31, 2012.

3. No transfers were made between levels during the reporting period.

4. Fair value measurement:

- a. The valuation technique used for fair value measurement is the Market approach. No change in technique was made during the reporting period.
- b. Independent pricing services such as IDC or NAIC prices are used for fair valuation of assets categorized as Level 2. There were no assets categorized as Level 3 at the reporting date.
- c. When measuring fair value, the Company process to validate the market prices obtained from the outside pricing sources include, but are not limited to, periodic evaluation of model pricing methodologies, the availability of observable inputs, market activity or liquidity. In circumstances where quoted market prices are unavailable, the Company utilizes fair value estimates based upon other observable inputs including matrix pricing, benchmarking interest rates, market comparables and other relevant inputs or based on unobservable inputs if observable inputs are not available.

5. The Company has no investments in derivatives.

B. Other Fair Value Disclosure – not applicable.

C. Types of Financial Instruments for which it is Practicable to Estimate Fair Value

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets | (Level 1) | (Level 2) | (Level 3) | Not Practicable (Carrying Value) |
|--|----------------------|-----------------|--------------|---------------|-----------|----------------------------------|
| Bonds | \$ 37,307,426 | \$ 37,517,785 | \$ - | \$ 37,307,426 | \$ - | \$ - |
| Perpetual preferred stock | 2,713,500 | 2,713,500 | 2,713,500 | - | - | - |
| Redeemable preferred stock | 151,200 | 198,525 | 151,200 | - | - | - |
| Cash, cash equivalent & short term investments | 2,041,822 | 2,041,822 | 2,041,822 | - | - | - |
| Receivable for securities | - | - | - | - | - | - |
| Total assets | \$ 42,213,948 | \$ 42,471,632 | \$ 4,906,522 | \$ 37,307,426 | \$ - | \$ - |
| Financial instruments- liabilities | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Total liabilities | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

D. Reasons not practical to estimate Fair Value – not applicable.

NOTES TO FINANCIAL STATEMENTS

21. Other Items

- A. Extraordinary Items – not applicable.
- B. Troubled Debt Restructuring – not applicable.
- C. Other Disclosures and Unusual Items

The New York State Department of Financial Services (NYDFS) has issued orders for seven of Tower's insurance subsidiaries, subjecting them to heightened regulatory oversight, which includes providing the NYDFS with increased information with respect to the insurance subsidiaries business, operations and financial condition. In addition, the NYDFS has placed limitations on payments and transactions outside the ordinary course of business and material changes in the insurance subsidiaries' management and related matters.

The Massachusetts Division of Insurance (MDOI) and Tower management have agreed to certain restrictions on the operations of Tower's two Massachusetts domiciled insurance subsidiaries. Tower management has agreed to cause these subsidiaries to provide the MDOI regulatory authority with increased information with respect to their business, operations and financial condition, as well as limitations on payments and transactions outside the ordinary course of business and material changes in their management and related matters.

The Maine Bureau of Insurance entered a Corrective Order imposing certain conditions on Maine domestic insurers YORK and NEIC. The Corrective Order imposes increased reporting obligations on YORK and NEIC with respect to business operations and financial condition and imposes restrictions on payments or other transfers of assets from YORK and NEIC outside the ordinary course of business.

- D. Business Interruption Insurance Recoveries – not applicable.
- E. Transferable or Non-Transferable State Tax Credits – not applicable.
- F. Subprime Mortgage Related Risk Exposure:
 - 1. Subprime Mortgage Exposures – not applicable.
 - 2. Direct exposure through investments in subprime mortgage loans – not applicable.
 - 3. The Company has no subprime mortgage related risk exposure through other investments.
 - 4. Underwriting Exposure – not applicable.
- G. Offsetting and Netting Assets and Liabilities – not applicable.

22. Event Subsequent

- A. Type I – Recognized Subsequent Events – not applicable.
- B. Type II – Nonrecognized Subsequent Events:

Plan of Merger

On January 3, 2014, Tower entered into an Agreement and Plan of Merger (ACP Re Merger Agreement) with ACP Re Ltd. (ACP Re), and a wholly-owned subsidiary of ACP Re (Merger Sub), pursuant to which, subject to the satisfaction or waiver of the conditions therein, it is expected that Merger Sub will merge with and into Tower, with Tower as the surviving corporation in the merger and a wholly owned subsidiary of ACP Re. The transaction is expected to close by the summer of 2014, subject to the satisfaction or waiver of the closing conditions contained in the ACP Re Merger Agreement. ACP Re is a Bermuda based reinsurance company. The controlling shareholder of ACP Re is a trust established by the founder of AmTrust Financial Services, Inc. (AmTrust), National General Holdings Corporation (NGHC) and Maiden Holdings, Ltd.

Pursuant to the terms of the ACP Re Merger Agreement, at the effective time of the merger, each outstanding share of Tower's common stock, par value \$0.01 per share, following the settlement of all outstanding equity awards, will be converted into the right to receive \$3.00 in cash, with an aggregate value of approximately \$172.1 million.

Each of the parties has made representations and warranties in the ACP Re Merger Agreement. Tower has agreed to certain covenants and agreements, including, among others, (i) to conduct its business in the ordinary course of business, consistent with past practice, during the period between the execution of the ACP Re Merger Agreement and the closing of the merger, (ii) not to solicit alternate transactions, subject to a customary "fiduciary out" provision which allows Tower under certain circumstances to provide information to and participate in discussions with third parties with respect to unsolicited alternative acquisition proposals that Tower's Board of Directors has determined, in its good faith judgment, is appropriate in furtherance of the best interests of Tower, and (iii) to call and hold a special shareholders' meeting and recommend adoption of the ACP Re Merger Agreement.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

Concurrently with the execution of the ACP Re Merger Agreement, several subsidiaries of Tower have entered into two Cut Through Reinsurance Agreements, pursuant to which a subsidiary of AmTrust and a subsidiary of NGHC will provide 100% quota share reinsurance and a cut through endorsement to cover all eligible new and renewal commercial and personal lines business, respectively, and at their option, losses incurred on or after January 1, 2014 on not less than 60% of the in-force business. Tower received confirmation on January 16, 2014 from AmTrust and NGHC that they would exercise such option to reinsure on a cut through basis losses incurred on or after January 1, 2014 under in-force policies with respect to (1) in the case of AmTrust, a significant majority of Tower's unearned premium reserves as of December 31, 2013 with respect to its ongoing commercial lines business, and (2) in the case of NGHC, 100% of Tower's unearned premium reserves as of December 31, 2013 with respect to its personal lines segment business. Tower will receive a 20% ceding commission from AmTrust or NGHC on all Tower premiums that are subject to the Cut Through Reinsurance Agreements.

Concurrently with the execution of the ACP Re Merger Agreement, the controlling shareholder of ACP Re has provided to Tower a guarantee for the payment of the merger consideration, effective upon the closing of the merger. The ACP Re Merger Agreement was unanimously approved by the respective Boards of Directors of ACP Re and Tower, and is conditioned, among other things, on: (i) the approval of Tower's shareholders, (ii) receipt of governmental approvals, including antitrust and insurance regulatory approvals (on January 30, 2014, the Company was granted early termination of the Hart-Scott-Rodino waiting period), (iii) the absence of any law, order or injunction prohibiting the merger, (iv) the accuracy of each party's representations and warranties (subject to customary materiality qualifiers), and (v) each party's compliance with its covenants and agreements contained in the ACP Re Merger Agreement. In addition, ACP Re's obligation to consummate the merger is subject to the non-occurrence of any material adverse effect on Tower, as well as the absence of any insolvency-related event affecting Tower. The transaction is also conditioned on holders of not more than 15% of Tower's common stock dissenting to the merger.

There is no financing condition to consummation of the transactions contemplated by the ACP Re Merger Agreement.

The ACP Re Merger Agreement provides certain termination rights for each of Tower and ACP Re, and further provides that upon termination of the ACP Re Merger Agreement, under certain circumstances, Tower will be obligated to reimburse ACP Re for certain of its transaction expenses, subject to a cap of \$2 million, and to pay ACP Re a termination fee of \$8.18 million, net of any transaction expenses it has reimbursed.

Reinsurance Agreement

As a result of the Cut Through Reinsurance Agreements, the statutory capital of the members of the Intercompany Pooling Agreement and Kodiak Insurance Company (KIC), Massachusetts Homeland Insurance Company (MHLIC) and YORK (collectively Tower Pool Companies) will increase significantly from December 31, 2013 to January 1, 2014, as the Tower Pool Companies will transfer a significant portion of their commercial lines unearned premium reserve to a subsidiary of AmTrust and all of their personal lines segment unearned premium reserves to a subsidiary of NGHC. This UPR cession will also increase the risk based capital measured as of January 1, 2014 as compared to that measured as of December 31, 2013. The table below displays the statutory capital and risk based capital of the Tower Pool Companies as of December 31, 2013 and January 1, 2014:

| | TICNY | CPIC | CNIC | HIC | PIC | NEIC | TNIC | KIC | MHLIC | YORK |
|------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| | Projected | Projected | Projected | Projected | Projected | Projected | Projected | Projected | Projected | Projected |
| RBC @ 12/31/13 | | | | | | | | | | |
| Authorized Control | | | | | | | | | | |
| Level RBC | 75,200 | 28,569 | 28,814 | 27,388 | 10,413 | 5,164 | 2,616 | 214 | 208 | 596 |
| Total Adjusted Capital | 136,436 | 3,238 | 30,504 | (7,746) | 9,965 | 14,061 | 3,299 | 21,346 | 8,611 | 45,526 |
| RBC - 100% | | | | | | | | | | |
| Authorized Control | | | | | | | | | | |
| Level | 181.4% | 11.3% | 105.9% | -28.3% | 95.7% | 272.3% | 126.1% | 999.9% | 999.9% | 999.9% |
| Estimated RBC @ | | | | | | | | | | |
| 01/01/14 | | | | | | | | | | |
| Authorized Control | | | | | | | | | | |
| Level RBC | 74,035 | 21,303 | 21,852 | 20,404 | 7,718 | 3,842 | 1,962 | 214 | 208 | 596 |
| Total Adjusted Capital | 150,539 | 17,431 | 41,393 | 19,163 | 14,113 | 16,135 | 4,336 | 21,346 | 8,611 | 45,526 |
| RBC - 100% | | | | | | | | | | |
| Authorized Control | | | | | | | | | | |
| Level | 203.3% | 81.8% | 189.4% | 93.9% | 182.9% | 420.0% | 221.0% | 999.9% | 999.9% | 999.9% |

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

Going concern

There is no assurance that the closing of our proposed merger with ACP Re will occur. Consummation of the merger is subject to various conditions, including, among other things, the approval of the ACP Re Merger Agreement and the merger by the holders of a majority of our outstanding common shares, and certain other customary conditions, including, among other things, the absence of laws or judgments prohibiting or restraining the merger and the receipt of certain regulatory approvals. Tower cannot predict with certainty whether and when any of these conditions will be satisfied. In addition, the ACP Re Merger Agreement may be terminated under certain specified circumstances, including if the merger is not consummated on or before September 30, 2014 or if the special meeting of our shareholders is not convened and held on or prior to August 15, 2014. If the ACP Re Merger Agreement is not approved by Tower's shareholders or if the merger is not consummated for any other reason, the shareholders will not receive any payment for their shares in connection with the merger. Instead, Tower will remain an independent public company and the common shares will continue to be listed and traded on NASDAQ. There is, however, substantial doubt about Tower's ability to continue as a going concern. Recent declines in our financial strength and issuer credit ratings have materially adversely affected Tower's ability to write new business.

23. Reinsurance

A. Unsecured reinsurance recoverables that exceed 3.0% of the Company's policyholder surplus are as follows:

| Federal ID# | Reinsurer | Amount |
|-------------|-----------------------------|--------------|
| 23-1502700 | OneBeacon Insurance Company | \$ 9,298,000 |
| | Total | \$ 9,298,001 |

B. Reinsurance Recoverables in Dispute – not applicable.

C. Reinsurance Assumed and Ceded

| | Assumed Reinsurance | | Ceded Reinsurance | | Net Reinsurance | |
|-------------------------------------|---------------------|-------------------|-------------------|-------------------|-----------------|-------------------|
| | Premium Reserve | Commission Equity | Premium Reserve | Commission Equity | Premium Reserve | Commission Equity |
| | | | | | | |
| a. Affiliates | | | \$ 26,808,000 | \$ 5,145,000 | \$ (26,808,000) | \$ (5,145,000) |
| b. All Other | - | - | - | - | - | - |
| c. Total | \$ - | \$ - | \$ 26,808,000 | \$ 5,145,000 | \$ (26,808,000) | \$ (5,145,000) |
| d. Direct Unearned Premium Reserve: | | | \$ 26,808,000 | | | |

(2) Additional or return commission predicated on loss experience or on any other form of profit sharing arrangements in this annual statement – none.

D. Uncollectible Reinsurance – refer to 10F.

E. Commutation of Ceded Reinsurance – not applicable.

F. Retroactive Reinsurance – not applicable.

G. Reinsurance Accounted for as a Deposit – not applicable.

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements – not applicable.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation – not applicable.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

The Company has no retrospectively rated contracts or contracts subject to redetermination.

25. Change in Incurred Losses and Loss Adjustment Expenses

The Company has a 100% quota share agreement with its affiliate, NEIC along with a 100% quota share arrangement with its former parents OneBeacon for all the commercial lines of business incepted before July 1, 2010 and therefore, does not report any net incurred loss and loss adjustment expense.

26. Intercompany Pooling Agreements – not applicable.

27. Structured Settlements

A. Reserves Released Due to Purchase of Annuities – not applicable.

B. Annuity Insurers with Balances Due Greater than 1 Percent of Policyholders' Surplus – not applicable.

28. Health Care Receivables

A. Pharmaceutical rebate receivables – not applicable.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

NOTES TO FINANCIAL STATEMENTS

- B. Risk sharing receivables – not applicable.
29. Participating Policies – not applicable.
30. Premium Deficiency Reserves
- | | |
|---|------------|
| 1. Liability carried for premium deficiency reserves | \$0 |
| 2. Date of the most recent evaluation of this liability | 12/31/2013 |
| 3. Was anticipated investment income utilized in the calculation? | Yes |
31. High Deductibles – not applicable.
32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses – not applicable.
33. Asbestos/Environmental Reserves – not applicable.
34. Subscriber Savings Account – not applicable.
35. Multiple Peril Crop Insurance – not applicable.
36. Financial Guaranty Insurance – not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?
If yes, complete Schedule Y, Parts 1, 1A and 2

Yes [X] No []

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes [X] No [] N/A []

1.3

State Regulating?

Maine

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [] No [X]

2.2

If yes, date of change:

3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2013

3.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2009

3.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

02/04/2011

3.4

By what department or departments?
Maine Bureau of Insurance

3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes [] No [] N/A [X]

3.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes [X] No [] N/A []

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business?
4.12 renewals?

Yes [] No [X]
Yes [] No [X]

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business?
4.22 renewals?

Yes [] No [X]
Yes [] No [X]

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [] No [X]

5.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| | | |
|----------------|-------------------|-------------------|
| 1 | 2 | 3 |
| Name of Entity | NAIC Company Code | State of Domicile |
| | | |

6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [] No [X]

6.2

If yes, give full information:

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [X] No []

7.2

If yes,
7.21 State the percentage of foreign control;
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

100.0 %

| | |
|-------------|----------------|
| 1 | 2 |
| Nationality | Type of Entity |
| Bermuda | Corporation |
| | |

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

GENERAL INTERROGATORIES

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [] No [X]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [] No [X]
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

| 1 | 2 | 3 | 4 | 5 | 6 |
|----------------|------------------------|-----|-----|------|-----|
| Affiliate Name | Location (City, State) | FRB | OCC | FDIC | SEC |
| | | | | | |

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

PricewaterhouseCoopers LLP, 300 Madison Avenue, New York, New York 10017
- 10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [] No [X]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:
- 10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation?

Yes [] No [X]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:
- 10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

Yes [] No [] N/A [X]
- 10.6

If the response to 10.5 is no or n/a, please explain

Ultimate Parent, Tower Group International, Ltd., has an Audit Committee.
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Yi Jing Towers Watson 175 Powder Forest Drive, Weatogue, CT 06089-9658
- 12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [] No [X]
- 12.11

Name of real estate holding company
- 12.12

Number of parcels involved

0
- 12.13

Total book/adjusted carrying value

\$ 0
- 12.2

If, yes provide explanation:
13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [] No []
- 13.3

Have there been any changes made to any of the trust indentures during the year?

Yes [] No []
- 13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [] N/A []
- 14.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes [X] No []
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is No, please explain:
- 14.2

Has the code of ethics for senior managers been amended?

Yes [] No [X]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]
- 14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

GENERAL INTERROGATORIES

- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.
- Yes [] No [X]

| 1 American Bankers Association (ABA) Routing Number | 2 Issuing or Confirming Bank Name | 3 Circumstances That Can Trigger the Letter of Credit | 4 Amount |
|--|--|--|-----------------|
| | | | |

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof?
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person?
- Yes [X] No []
- Yes [X] No []
- Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers
- 20.12 To stockholders not officers
- 20.13 Trustees, supreme or grand (Fraternal Only)
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers
- 20.22 To stockholders not officers
- 20.23 Trustees, supreme or grand (Fraternal Only)
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement?
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others
- 21.22 Borrowed from others
- 21.23 Leased from others
- 21.24 Other
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments?
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment
- 22.22 Amount paid as expenses
- 22.23 Other amounts paid
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:
- Yes [] No [X]
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- Yes [] No [X]
- \$ 0
- \$ 0
- \$ 0
- \$ 0
- Yes [X] No []
- \$ 0

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)
- 24.02 If no, give full and complete information relating thereto
Securities were restricted fo special deposits (as noted in Schedule E pt 3 and D pt 1).
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
The Company has no security lending program.
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs.
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs.
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?
- 24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending?
- Yes [] No [X]
- \$ 0
- \$ 0
- Yes [] No [] N/A [X]
- Yes [] No [] N/A [X]
- Yes [] No [] N/A [X]

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

GENERAL INTERROGATORIES

24.10 For the reporting entity’s security lending program state the amount of the following as December 31 of the current year:

| | | | |
|--------|--|----|---|
| 24.101 | Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. | \$ | 0 |
| 24.102 | Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. | \$ | 0 |
| 24.103 | Total payable for securities lending reported on the liability page. | \$ | 0 |

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes ☒ No ☐

| | | | | |
|------|--|--|----|-----------|
| 25.2 | If yes, state the amount thereof at December 31 of the current year: | 25.21 Subject to repurchase agreements | \$ | 0 |
| | | 25.22 Subject to reverse repurchase agreements | \$ | 0 |
| | | 25.23 Subject to dollar repurchase agreements | \$ | 0 |
| | | 25.24 Subject to reverse dollar repurchase agreements | \$ | 0 |
| | | 25.25 Pledged as collateral | \$ | 0 |
| | | 25.26 Placed under option agreements | \$ | 0 |
| | | 25.27 Letter stock or other securities restricted as to sale | \$ | 0 |
| | | 25.28 On deposit with state or other regulatory body | \$ | 3,223,690 |
| | | 25.29 Other | \$ | 0 |

25.3 For category (25.27) provide the following:

| 1 | 2 | 3 |
|-----------------------|-------------|--------|
| Nature of Restriction | Description | Amount |
| | | |

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes ☐ No ☒

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes ☐ No ☐ N/A ☒
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes ☐ No ☒

27.2 If yes, state the amount thereof at December 31 of the current year. \$ 0

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes ☒ No ☐

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

| 1 | 2 |
|----------------------------|---|
| Name of Custodian(s) | Custodian's Address |
| The Northern Trust Company | 50 South La Salle Street, Chicago, IL 60603 |
| BNY Mellon Asset Servicing | 500 Grant Street, Pittsburgh, PA 15258 |

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

| 1 | 2 | 3 |
|---------|-------------|-------------------------|
| Name(s) | Location(s) | Complete Explanation(s) |
| | | |

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes ☐ No ☒

28.04 If yes, give full and complete information relating thereto:

| 1 | 2 | 3 | 4 |
|---------------|---------------|----------------|--------|
| Old Custodian | New Custodian | Date of Change | Reason |
| | | | |

28.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of brokers/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

| 1 | 2 | 3 |
|---|--|--|
| Central Registration Depository Number(s) | Name | Address |
| 105900 | General Re New England Asset Management Inc. | 76 Batterson Park Road, Farmington, CT 06032 |
| 107200 | Wells Capital Management | 525 Market Street, 10th Fl., San Francisco, CA 94102 |
| 149663 | Merit Investment Management | 1 Righter Parkway Suite 120, Wilmington, DE 19803 |

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

GENERAL INTERROGATORIES

- 29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])?
- Yes [] No [X]
- 29.2 If yes, complete the following schedule:

| 1 | 2 | 3 |
|-----------------|---------------------|------------------------------|
| CUSIP # | Name of Mutual Fund | Book/Adjusted Carrying Value |
| 29.2999 - Total | | 0 |

- 29.3 For each mutual fund listed in the table above, complete the following schedule:

| 1 | 2 | 3 | 4 |
|--|--|--|-------------------|
| Name of Mutual Fund (from above table) | Name of Significant Holding of the Mutual Fund | Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding | Date of Valuation |
| | | | |

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

| | 1 | 2 | 3 |
|-----------------------------|----------------------------|------------|---|
| | Statement (Admitted) Value | Fair Value | Excess of Statement over Fair Value (-), or Fair Value over Statement (+) |
| 30.1 Bonds | 37,517,785 | 37,307,425 | (210,360) |
| 30.2 Preferred stocks | 2,912,025 | 2,864,700 | (47,325) |
| 30.3 Totals | 40,429,810 | 40,172,125 | (257,685) |

- 30.4 Describe the sources or methods utilized in determining the fair values:
Market value of bonds & stocks were determined from quotations received from IDC & other pricing sources.
- 31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No []
- 31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No []
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []
- 32.2 If no, list exceptions:
.....

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?\$0

33.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |
| | |

34.1 Amount of payments for legal expenses, if any?\$0

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |
| | |

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?\$0

35.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

| 1 | 2 |
|------|-------------|
| Name | Amount Paid |
| | |

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [] No [X]

1.2

If yes, indicate premium earned on U. S. business only.

\$ 0

1.3

What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$ 0

1.31

Reason for excluding

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$ 0

1.5

Indicate total incurred claims on all Medicare Supplement Insurance.

\$ 0

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$ 0

1.62

Total incurred claims

\$ 0

1.63

Number of covered lives

0

All years prior to most current three years

1.64

Total premium earned

\$ 0

1.65

Total incurred claims

\$ 0

1.66

Number of covered lives

0

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$ 0

1.72

Total incurred claims

\$ 0

1.73

Number of covered lives

0

All years prior to most current three years

1.74

Total premium earned

\$ 0

1.75

Total incurred claims

\$ 0

1.76

Number of covered lives

0

2.

Health Test:

1

Current Year

2

Prior Year

2.1

Premium Numerator

0

0

2.2

Premium Denominator

0

0

2.3

Premium Ratio (2.1/2.2)

0.000

0.000

2.4

Reserve Numerator

0

0

2.5

Reserve Denominator

0

0

2.6

Reserve Ratio (2.4/2.5)

0.000

0.000

3.1

Does the reporting entity issue both participating and non-participating policies?

Yes [] No [X]

3.2

If yes, state the amount of calendar year premiums written on:

3.21

Participating policies

\$ 0

3.22

Non-participating policies

\$ 0

4.

For mutual reporting Entities and Reciprocal Exchanges Only:

4.1

Does the reporting entity issue assessable policies?

Yes [] No []

4.2

Does the reporting entity issue non-assessable policies?

Yes [] No []

4.3

If assessable policies are issued, what is the extent of the contingent liability of the policyholders?

% 0.0

4.4

Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.

\$ 0

5.

For Reciprocal Exchanges Only:

5.1

Does the Exchange appoint local agents?

Yes [] No []

5.2

If yes, is the commission paid:

5.21

Out of Attorney's-in-fact compensation.....

Yes [] No [] N/A []

5.22

As a direct expense of the exchange.....

Yes [] No [] N/A []

5.3

What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4

Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?

Yes [] No []

5.5

If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

6.1

What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
York Insurance Company of Maine (YORK) participates as part of Tower Group, Inc.(TGI) \$60 million catastrophe protection for any one occurrence and has an underwriting focus on low to medium hazard risks

6.2

Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.
Maximum probable loss from concentration of property exposures are evaluated using the RMS and AIR models.

6.3

What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
YORK participates as part of TGI's catastrophe reinsurance program which provides coverage in the amount of \$925 million in excess of \$75 million. In addition, YORK benefits from TGI's purchase of two original insured market loss warranty excess of loss reinsurance covers that pay up to \$10 million excess of \$10 million in the event of windstorm market loss equal or greater than \$10 billion.

6.4

Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?

Yes ☒ No ☐

6.5

If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.

7.1

Has this reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss ratio cap, an aggregate limit or any similar provisions)?

Yes ☒ No ☐

7.2

If yes, indicate the number of reinsurance contracts containing such provisions:

5

7.3

If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?

Yes ☒ No ☐

8.1

Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured?

Yes ☐ No ☒

8.2

If yes, give full information

9.1

Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
(c) Aggregate stop loss reinsurance coverage;
(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity.

Yes ☐ No ☒

9.2

Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
(b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract.

Yes ☐ No ☒

9.3

If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4

Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?

Yes ☒ No ☐

9.5

If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6

The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
(a) The entity does not utilize reinsurance; or,
(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or
(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement.

Yes ☐ No ☒

Yes ☒ No ☐

Yes ☐ No ☒

10.

If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done?

Yes ☒ No ☐ N/A ☐

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

11.1

Has the reporting entity guaranteed policies issued by any other entity and now in force?

Yes [] No [X]

11.2

If yes, give full information

12.1

If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses

\$

0

12.12 Unpaid underwriting expenses (including loss adjustment expenses)

\$

0

12.2

Of the amount on Line 15.3, Page 2, state the amount which is secured by letters of credit, collateral, and other funds

\$

0

12.3

If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses?

Yes [] No [] N/A [X]

12.4

If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From

0.0 %

12.42 To

0.0 %

12.5

Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves , including unpaid losses under loss deductible features of commercial policies?

Yes [] No [X]

12.6

If yes, state the amount thereof at December 31 of the current year:

12.61 Letters of credit

\$

0

12.62 Collateral and other funds

\$

0

13.1

Largest net aggregate amount insured in any one risk (excluding workers' compensation):

\$

0

13.2

Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision?

Yes [] No [X]

13.3

State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.

18

14.1

Is the company a cedant in a multiple cedant reinsurance contract?

Yes [X] No []

14.2

If yes, please describe the method of allocating and recording reinsurance among the cedants:
Premiums and losses are ceded based on the individual company's participation and the contract terms as defined in the agreement.

14.3

If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?

Yes [] No [X]

14.4

If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?

Yes [X] No []

14.5

If the answer to 14.4 is no, please explain:

15.1

Has the reporting entity guaranteed any financed premium accounts?

Yes [] No [X]

15.2

If yes, give full information

16.1

Does the reporting entity write any warranty business?

Yes [] No [X]

If yes, disclose the following information for each of the following types of warranty coverage:

| | 1 Direct Losses Incurred | 2 Direct Losses Unpaid | 3 Direct Written Premium | 4 Direct Premium Unearned | 5 Direct Premium Earned |
|------------------|--------------------------------|------------------------------|--------------------------------|---------------------------------|-------------------------------|
| 16.11 Home | 0 | 0 | 0 | 0 | 0 |
| 16.12 Products | 0 | 0 | 0 | 0 | 0 |
| 16.13 Automobile | 0 | 0 | 0 | 0 | 0 |
| 16.14 Other* | 0 | 0 | 0 | 0 | 0 |

* Disclose type of coverage:

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that it excludes from Schedule F - Part 5? Yes [] No [X]

Incurred but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F - Part 5. Provide the following information for this exemption:

| | | |
|---|----|---|
| 17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 | \$ | 0 |
| 17.12 Unfunded portion of Interrogatory 17.11 | \$ | 0 |
| 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 | \$ | 0 |
| 17.14 Case reserves portion of Interrogatory 17.11 | \$ | 0 |
| 17.15 Incurred but not reported portion of Interrogatory 17.11 | \$ | 0 |
| 17.16 Unearned premium portion of Interrogatory 17.11 | \$ | 0 |
| 17.17 Contingent commission portion of Interrogatory 17.11 | \$ | 0 |

Provide the following information for all other amounts included in Schedule F - P art 3 and excluded from Schedule F - Part 5, not included above.

| | | |
|---|----|---|
| 17.18 Gross amount of unauthorized reinsurance in Schedule F - Part 3 excluded from Schedule F - Part 5 | \$ | 0 |
| 17.19 Unfunded portion of Interrogatory 17.18 | \$ | 0 |
| 17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 | \$ | 0 |
| 17.21 Case reserves portion of Interrogatory 17.18 | \$ | 0 |
| 17.22 Incurred but not reported portion of Interrogatory 17.18 | \$ | 0 |
| 17.23 Unearned premium portion of Interrogatory 17.18 | \$ | 0 |
| 17.24 Contingent commission portion of Interrogatory 17.18 | \$ | 0 |

18.1 Do you act as a custodian for health savings accounts? Yes [] No [X]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

18.3 Do you act as an administrator for health savings accounts? Yes [] No [X]

18.4 If yes, please provide the balance of funds administered as of the reporting date. \$ 0

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

| | 1 2013 | 2 2012 | 3 2011 | 4 2010 | 5 2009 |
|---|------------|------------|------------|------------|------------|
| Gross Premiums Written (Page 8, Part 1B Cols. 1, 2 & 3) | | | | | |
| 1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 15,693,398 | 14,445,927 | 13,093,294 | 14,416,462 | 25,953,411 |
| 2. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 13,722,840 | 13,125,090 | 12,148,828 | 13,897,198 | 16,839,132 |
| 3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 23,000,238 | 21,392,532 | 20,329,176 | 23,517,117 | 25,369,932 |
| 4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 15 | 0 | 0 | 81,509 |
| 5. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 6. Total (Line 35) | 52,416,476 | 48,963,564 | 45,571,298 | 51,830,777 | 68,243,984 |
| Net Premiums Written (Page 8, Part 1B, Col. 6) | | | | | |
| 7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 1 | 0 | 0 | 0 | 0 |
| 8. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 0 | 0 | 0 | 0 | 0 |
| 9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 0 | 0 | 0 | 0 |
| 11. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 12. Total (Line 35) | 1 | 0 | 0 | 0 | 0 |
| Statement of Income (Page 4) | | | | | |
| 13. Net underwriting gain (loss) (Line 8) | 0 | 0 | 0 | 0 | 0 |
| 14. Net investment gain or (loss) (Line 11) | 990,226 | 1,818,756 | 1,031,405 | 556,597 | 919,232 |
| 15. Total other income (Line 15) | 0 | 0 | 0 | 0 | 0 |
| 16. Dividends to policyholders (Line 17) | 0 | 0 | 0 | 0 | 0 |
| 17. Federal and foreign income taxes incurred (Line 19) | 260,049 | 354,758 | 152,350 | 253,541 | 182,994 |
| 18. Net income (Line 20) | 730,177 | 1,463,998 | 879,055 | 303,056 | 736,238 |
| Balance Sheet Lines (Pages 2 and 3) | | | | | |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3) | 45,766,367 | 45,009,605 | 35,644,772 | 39,623,159 | 16,242,439 |
| 20. Premiums and considerations (Page 2, Col. 3) | | | | | |
| 20.1 In course of collection (Line 15.1) | 0 | 0 | 0 | 0 | 0 |
| 20.2 Deferred and not yet due (Line 15.2) | 0 | 0 | 0 | 0 | 0 |
| 20.3 Accrued retrospective premiums (Line 15.3) | 0 | 0 | 0 | 0 | 0 |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26) | 240,253 | 33,263 | 28,911 | 13,978,709 | 182,028 |
| 22. Losses (Page 3, Line 1) | 0 | 0 | 0 | 0 | 0 |
| 23. Loss adjustment expenses (Page 3, Line 3) | 0 | 0 | 0 | 0 | 0 |
| 24. Unearned premiums (Page 3, Line 9) | 0 | 0 | 0 | 0 | 0 |
| 25. Capital paid up (Page 3, Lines 30 & 31) | 3,125,000 | 3,125,000 | 3,125,000 | 3,125,000 | 3,125,000 |
| 26. Surplus as regards policyholders (Page 3, Line 37) | 45,526,112 | 44,976,342 | 35,615,861 | 25,644,450 | 16,060,411 |
| Cash Flow (Page 5) | | | | | |
| 27. Net cash from operations (Line 11) | 1,575,939 | 1,035,095 | 401,551 | 444,295 | 498,447 |
| Risk-Based Capital Analysis | | | | | |
| 28. Total adjusted capital | 45,526,112 | 44,976,342 | 35,615,861 | 25,644,450 | 16,060,411 |
| 29. Authorized control level risk-based capital | 596,226 | 693,843 | 1,009,457 | 1,363,548 | 34,735 |
| Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line divided by Page 2, Line 12, Col. 3) x100.0 | | | | | |
| 30. Bonds (Line 1) | 83.5 | 78.9 | 97.7 | 94.9 | 96.2 |
| 31. Stocks (Lines 2.1 & 2.2) | 6.5 | 10.7 | 2.7 | 0.0 | 0.0 |
| 32. Mortgage loans on real estate (Lines 3.1 and 3.2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 33. Real estate (Lines 4.1, 4.2 & 4.3) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 34. Cash, cash equivalents and short-term investments (Line 5) | 4.5 | 1.3 | (0.4) | 5.1 | 3.8 |
| 35. Contract loans (Line 6) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 36. Derivatives (Line 7) | 0.0 | 0.0 | 0.0 | 0.0 | XXX |
| 37. Other invested assets (Line 8) | 5.5 | 4.6 | 0.0 | 0.0 | 0.0 |
| 38. Receivables for securities (Line 9) | 0.0 | 4.5 | 0.0 | 0.0 | 0.0 |
| 39. Securities lending reinvested collateral assets (Line 10) | 0.0 | 0.0 | 0.0 | 0.0 | XXX |
| 40. Aggregate write-ins for invested assets (Line 11) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 41. Cash, cash equivalents and invested assets (Line 12) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| Investments in Parent, Subsidiaries and Affiliates | | | | | |
| 42. Affiliated bonds (Schedule D, Summary, Line 12, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 44. Affiliated common stocks (Schedule D, Summary, Line 24, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10) | 0 | 0 | 0 | 0 | 0 |
| 46. Affiliated mortgage loans on real estate | 0 | 0 | 0 | 0 | 0 |
| 47. All other affiliated | 0 | 0 | 0 | 0 | 0 |
| 48. Total of above Lines 42 to 47 | 0 | 0 | 0 | 0 | 0 |
| 49. Total Investment in Parent included in Lines 42 to 47 above | 0 | 0 | 0 | 0 | 0 |
| 50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

FIVE-YEAR HISTORICAL DATA

(Continued)

| | 1 2013 | 2 2012 | 3 2011 | 4 2010 | 5 2009 |
|--|------------|------------|------------|------------|------------|
| Capital and Surplus Accounts (Page 4) | | | | | |
| 51. Net unrealized capital gains (losses) (Line 24) | 59,522 | (56,027) | 13,347 | 16,062 | (298,573) |
| 52. Dividends to stockholders (Line 35) | 0 | 0 | 0 | (740,923) | 0 |
| 53. Change in surplus as regards policyholders for the year (Line 38) | 549,770 | 9,360,481 | 9,971,411 | 9,584,039 | 326,466 |
| Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2) | | | | | |
| 54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 10,413,929 | 14,560,913 | 10,903,549 | 15,327,488 | 13,779,657 |
| 55. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 7,437,235 | 6,759,871 | 6,817,773 | 6,323,863 | 7,153,325 |
| 56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 11,882,666 | 6,765,599 | 6,806,782 | 9,141,542 | 11,371,001 |
| 57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | (3,667) | 31,600 | 7,400 | 0 |
| 58. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 59. Total (Line 35) | 29,733,830 | 28,082,716 | 24,559,704 | 30,800,293 | 32,303,983 |
| Net Losses Paid (Page 9, Part 2, Col. 4) | | | | | |
| 60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 61. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 0 | 0 | 0 | 0 | 0 |
| 62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 0 | 0 | 0 | 0 | 0 |
| 64. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 65. Total (Line 35) | 0 | 0 | 0 | 0 | 0 |
| Operating Percentages (Page 4) (Line divided by Page 4, Line 1) x 100.0 | | | | | |
| 66. Premiums earned (Line 1) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| 67. Losses incurred (Line 2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 68. Loss expenses incurred (Line 3) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 69. Other underwriting expenses incurred (Line 4) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 70. Net underwriting gain (loss) (Line 8) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Other Percentages | | | | | |
| 71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| One Year Loss Development (000 omitted) | | | | | |
| 74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11) | 0 | 0 | 0 | 0 | 0 |
| 75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100.0)..... | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Two Year Loss Development (000 omitted) | | | | | |
| 76. Development in estimated losses and loss expenses incurred two years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12) | 0 | 0 | 0 | 0 | 0 |
| 77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes [] No []

If no, please explain:

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 OMITTED)

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned | | | Loss and Loss Expense Payments | | | | | | | | 12 |
|--|--------------------------------|----------------|----------------------|--------------------------------|----------------|--|----------------|---------------------------------|----------------|--|--|--|
| | 1 Direct and Assumed | 2 Ceded | 3 Net (1 - 2) | Loss Payments | | Defense and Cost Containment Payments | | Adjusting and Other Payments | | 10 | 11 | Number of Claims Reported Direct and Assumed |
| | | | | 4 Direct and Assumed | 5 Ceded | 6 Direct and Assumed | 7 Ceded | 8 Direct and Assumed | 9 Ceded | Salvage and Subrogation Received | Total Net Paid Cols (4 - 5 + 6 - 7 + 8 - 9) | |
| | | | | | | | | | | | | |
| 1. Prior..... | XXX | XXX | XXX | 566 | 566 | 323 | 323 | (9) | (9) | 7 | 0 | XXX |
| 2. 2004..... | 186,410 | 186,410 | 0 | 59,148 | 59,148 | 2,342 | 2,342 | 12,395 | 12,395 | 6 | 0 | XXX |
| 3. 2005..... | 180,549 | 180,549 | 0 | 52,839 | 52,839 | 2,651 | 2,651 | 11,794 | 11,794 | 21 | 0 | XXX |
| 4. 2006..... | 127,383 | 127,383 | 0 | 38,816 | 38,816 | 1,524 | 1,524 | 8,754 | 8,754 | 13 | 0 | XXX |
| 5. 2007..... | 89,161 | 89,161 | 0 | 36,634 | 36,634 | 6,358 | 6,358 | 5,881 | 5,881 | 9 | 0 | XXX |
| 6. 2008..... | 87,602 | 87,602 | 0 | 31,275 | 31,275 | 2,433 | 2,433 | 4,616 | 4,616 | 13 | 0 | XXX |
| 7. 2009..... | 80,619 | 80,619 | 0 | 27,500 | 27,500 | 2,762 | 2,762 | 5,035 | 5,035 | 21 | 0 | XXX |
| 8. 2010..... | 56,793 | 56,793 | 0 | 21,063 | 21,063 | 811 | 811 | 4,124 | 4,124 | 77 | 0 | XXX |
| 9. 2011..... | 48,535 | 48,535 | 0 | 20,632 | 20,632 | 294 | 294 | 7,405 | 7,405 | 722 | 0 | XXX |
| 10. 2012..... | 49,822 | 49,822 | 0 | 17,278 | 17,278 | (407) | (407) | 5,464 | 5,464 | 1,162 | 0 | XXX |
| 11. 2013..... | 51,433 | 51,433 | 0 | 15,677 | 15,677 | 68 | 68 | 4,914 | 4,914 | 552 | 0 | XXX |
| 12. Totals | XXX | XXX | XXX | 321,428 | 321,428 | 19,159 | 19,159 | 70,373 | 70,373 | 2,603 | 0 | XXX |

| | Losses Unpaid | | | | Defense and Cost Containment Unpaid | | | | Adjusting and Other Unpaid | | 23 | 24 | 25 |
|---------------|--------------------|--------|--------------------|-------|-------------------------------------|-------|--------------------|-------|----------------------------|-------|----|----|-----|
| | Case Basis | | Bulk + IBNR | | Case Basis | | Bulk + IBNR | | | | | | |
| | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | | | |
| | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded |  |  |  | Salvage and Subrogation Anticipated | Total Net Losses and Expenses Unpaid | Number of Claims Outstanding Direct and Assumed |
| 1. Prior..... | 3,765 | 3,765 | 38 | 38 | 179 | 179 | 8 | 8 | 88 | 88 | 0 | 0 | XXX |
| 2. 2004..... | 402 | 402 | (16) | (16) | 27 | 27 | 1 | 1 | 11 | 11 | 0 | 0 | XXX |
| 3. 2005..... | 44 | 44 | 59 | 59 | 23 | 23 | 2 | 2 | 1 | 1 | 0 | 0 | XXX |
| 4. 2006..... | 135 | 135 | 537 | 537 | 9 | 9 | 28 | 28 | 15 | 15 | 0 | 0 | XXX |
| 5. 2007..... | 187 | 187 | 848 | 848 | 145 | 145 | 86 | 86 | 33 | 33 | 0 | 0 | XXX |
| 6. 2008..... | 1,316 | 1,316 | 847 | 847 | 142 | 142 | 52 | 52 | 70 | 70 | 0 | 0 | XXX |
| 7. 2009..... | 4,292 | 4,292 | 874 | 874 | 519 | 519 | 122 | 122 | 123 | 123 | 0 | 0 | XXX |
| 8. 2010..... | 1,457 | 1,457 | 553 | 553 | 100 | 100 | 149 | 149 | 67 | 67 | 0 | 0 | XXX |
| 9. 2011..... | 1,957 | 1,957 | 1,220 | 1,220 | 96 | 96 | 206 | 206 | 147 | 147 | 0 | 0 | XXX |
| 10. 2012..... | 4,275 | 4,275 | 1,231 | 1,231 | 128 | 128 | 91 | 91 | 337 | 337 | 0 | 0 | XXX |
| 11. 2013..... | 4,595 | 4,595 | 2,862 | 2,862 | 112 | 112 | 515 | 515 | 754 | 754 | 0 | 0 | XXX |
| 12. Totals | 22,425 | 22,425 | 9,053 | 9,053 | 1,480 | 1,480 | 1,260 | 1,260 | 1,646 | 1,646 | 0 | 0 | XXX |

| | Total Losses and Loss Expenses Incurred | | | Loss and Loss Expense Percentage (Incurred /Premiums Earned) | | | Nontabular Discount | | 34 | Net Balance Sheet Reserves After Discount | |
|---------------|--|--------|-----|---|-------|-----|---------------------|-----------------|---|--|----------------------------|
| | 26 | 27 | 28 | 29 | 30 | 31 | 32 | 33 | Inter- Company Pooling Participation Percentage | 35 | 36 |
| | Direct and Assumed | Ceded | Net | Direct and Assumed | Ceded | Net | Loss | Loss Expense | | Losses Unpaid | Loss Expenses Unpaid |
| 1. Prior..... | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | XXX | 0 | 0 |
| 2. 2004..... | 74,310 | 74,310 | 0 | 39.9 | 39.9 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 3. 2005..... | 67,413 | 67,413 | 0 | 37.3 | 37.3 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 4. 2006..... | 49,818 | 49,818 | 0 | 39.1 | 39.1 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 5. 2007..... | 50,172 | 50,172 | 0 | 56.3 | 56.3 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 6. 2008..... | 40,751 | 40,751 | 0 | 46.5 | 46.5 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 7. 2009..... | 41,227 | 41,227 | 0 | 51.1 | 51.1 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 8. 2010..... | 28,324 | 28,324 | 0 | 49.9 | 49.9 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 9. 2011..... | 31,957 | 31,957 | 0 | 65.8 | 65.8 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 10. 2012..... | 28,397 | 28,397 | 0 | 57.0 | 57.0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 11. 2013..... | 29,497 | 29,497 | 0 | 57.4 | 57.4 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 12. Totals | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | XXX | 0 | 0 |

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

Schedule P - Part 2 - Summary

N O N E

Schedule P - Part 3 - Summary

N O N E

Schedule P - Part 4 - Summary

N O N E

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

| Allocated by States and Territories | | | | | | | | | |
|--|------------------------|---|---------------------------------|---|---|---------------------------------|-------------------------------|---|---|
| States, Etc. | 1 Active Status | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken | | 4 Dividends Paid or Credited to Policyholders on Direct Business | 5 Direct Losses Paid (Deducting Salvage) | 6 Direct Losses Incurred | 7 Direct Losses Unpaid | 8 Finance and Service Charges Not Included in Premiums | 9 Direct Premiums Written for Federal Purchasing Groups (Included in Column 2) |
| | | 2 Direct Premiums Written | 3 Direct Premiums Earned | | | | | | |
| 1. Alabama | AL | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. Alaska | AK | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Arizona | AZ | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Arkansas | AR | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. California | CA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Colorado | CO | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. Connecticut | CT | E | 3,999 | 3,305 | 0 | 468,444 | 4,831 | 1,567,860 | 0 |
| 8. Delaware | DE | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. District of Columbia | DC | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Florida | FL | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11. Georgia | GA | E | 158,426 | 144,993 | 0 | 21,456 | 79,208 | 78,747 | 0 |
| 12. Hawaii | HI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Idaho | ID | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Illinois | IL | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Indiana | IN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. Iowa | IA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17. Kansas | KS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18. Kentucky | KY | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19. Louisiana | LA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 20. Maine | ME | L | 36,856,043 | 36,639,918 | 0 | 16,672,683 | 17,157,870 | 13,390,174 | 416,788 |
| 21. Maryland | MD | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Massachusetts | MA | L | 10,571 | 12,572 | 0 | 2,638,362 | 3,060,393 | 475,642 | 79 |
| 23. Michigan | MI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Minnesota | MN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 25. Mississippi | MS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Missouri | MO | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Montana | MT | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Nebraska | NE | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. Nevada | NV | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. New Hampshire | NH | L | 14,449,083 | 13,839,703 | 0 | 5,177,881 | 4,177,412 | 4,487,019 | 137,123 |
| 31. New Jersey | NJ | E | 405,212 | 339,734 | 0 | 209,499 | 329,831 | 139,306 | 0 |
| 32. New Mexico | NM | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 33. New York | NY | E | 400,393 | 333,315 | 0 | 772,834 | 834,341 | 4,982,480 | 0 |
| 34. North Carolina | NC | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. North Dakota | ND | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 36. Ohio | OH | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 37. Oklahoma | OK | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 38. Oregon | OR | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 39. Pennsylvania | PA | E | 99,222 | 93,659 | 0 | 13,159 | 35,647 | 22,975 | 0 |
| 40. Rhode Island | RI | E | 32,633 | 20,870 | 0 | 81,270 | 93,138 | 30,957 | 0 |
| 41. South Carolina | SC | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 42. South Dakota | SD | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 43. Tennessee | TN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 44. Texas | TX | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 45. Utah | UT | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 46. Vermont | VT | L | 3,326 | 4,450 | 0 | 166,453 | 671,586 | 365,259 | 25 |
| 47. Virginia | VA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 48. Washington | WA | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 49. West Virginia | WV | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 50. Wisconsin | WI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 51. Wyoming | WY | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 52. American Samoa | AS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 53. Guam | GU | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 54. Puerto Rico | PR | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 55. U.S. Virgin Islands | VI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 56. Northern Mariana Islands | MP | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 57. Canada | CAN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58. Aggregate other alien .. | OT | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 59. Totals | (a) 4 | 52,418,907 | 51,432,518 | 0 | 26,222,040 | 26,444,257 | 25,540,419 | 554,014 | 0 |
| DETAILS OF WRITE-INS | | | | | | | | | |
| 58001. | XXX | | | | | | | | |
| 58002. | XXX | | | | | | | | |
| 58003. | XXX | | | | | | | | |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above) | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

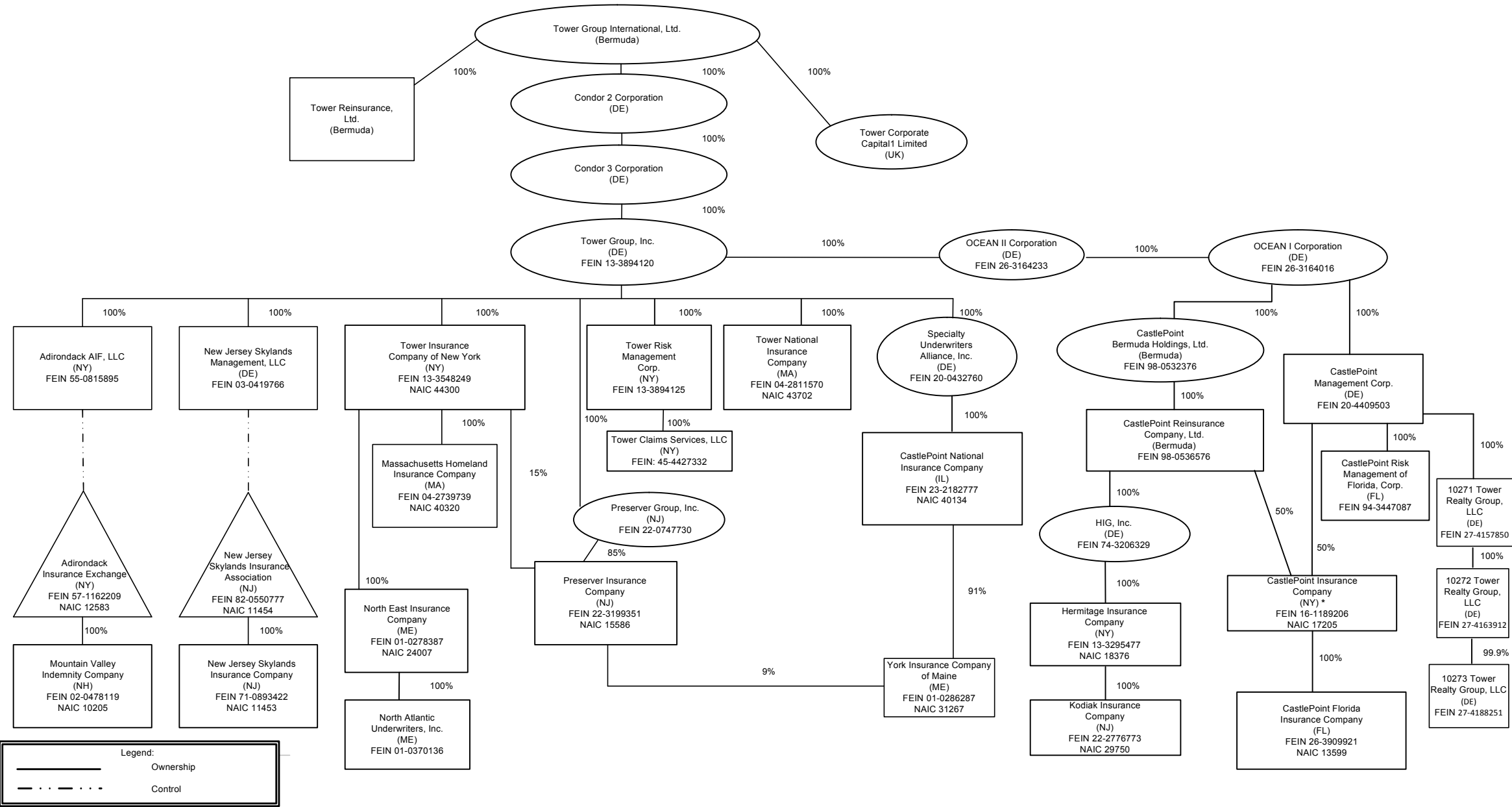
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

Explanation of basis of allocation of premiums by states, etc.
Allocation of premium by states is based on location of property, location of risk and location of primary garage.
(a) Insert the number of L responses except for Canada and Other Alien.

ANNUAL STATEMENT FOR THE YEAR 2013 OF THE York Insurance Company of Maine

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



* All outstanding shares of CastlePoint Insurance Company ("CPIC") are owned 50% by CastlePoint Management Corp. ("CPM") and 50% by CastlePoint Reinsurance Company, Ltd. ("CPRe"). With respect to the ownership of CPIC, there are no voting rights preferences assigned to either CPM or CPRe.

OVERFLOW PAGE FOR WRITE-INS

ALPHABETICAL INDEX

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Liabilities, Surplus and Other Funds 3

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Schedule A - Part 2 E02

Schedule A - Part 3 E03

Schedule A - Verification Between Years SI02

Schedule B - Part 1 E04

Schedule B - Part 2 E05

Schedule B - Part 3 E06

Schedule B - Verification Between Years SI02

Schedule BA - Part 1 E07

Schedule BA - Part 2 E08

Schedule BA - Part 3 E09

Schedule BA - Verification Between Years SI03

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Schedule D - Part 5 E15

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